

ECONOMICS

Class 12

Theory: 80 Marks

Project: 20 Marks

Units		Marks
Part A	Introductory Macroeconomics	
	National Income and Related Aggregates	10
	Money and Banking	06
	Determination of Income and Employment	12
	Government Budget and the Economy	06
	Balance of Payments	06
		40
Part B	Indian Economic Development	
	Development Experience (1947-90) and Economic Reforms since 1991	12
	Current Challenges facing Indian Economy	20
	Development Experience of India – A Comparison with Neighbours	08
	Theory Paper (40+40 = 80 Marks)	40
Part C	Project Work	20

Unit 1	<p>Part A: Introductory Macroeconomics</p> <p>Unit 1: National Income and Related Aggregates</p> <p>What is Macroeconomics?</p> <p>Basic concepts in macroeconomics: consumption goods, capital goods, final goods, intermediate goods; stocks and flows; gross investment and depreciation.</p> <p>Circular flow of income (two sector model); Methods of calculating National Income - Value Added or Product method, Expenditure method, Income method.</p> <p>Aggregates related to National Income:</p> <p>Gross National Product (GNP), Net National Product (NNP), Gross Domestic Product (GDP) and Net</p>	
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	<p>Domestic Product (NDP) - at market price, at factor cost; Real and Nominal GDP</p> <p>GDP Deflator, GDP and Welfare</p> <p>Part B: Indian Economic Development</p> <p>Unit 6: Development Experience (1947-90) and Economic Reforms since 1991:</p> <p>A brief introduction of the state of Indian economy on the eve of independence.</p> <p>Indian economic system and common goals of Five Year Plans.</p> <p>Main features, problems and policies of agriculture (institutional aspects and new agricultural strategy), industry (IPR 1956; SSI – role & importance) and foreign trade.</p> <p>Economic Reforms since 1991: Features and appraisals of liberalisation, globalisation and privatisation (LPG policy); Concepts of demonetization and GST</p>	
Unit 2	<p>Part A</p> <p>Money and Banking</p> <p>Money – meaning and functions, supply of money - Currency held by the public and net demand deposits held by commercial banks.</p> <p>Money creation by the commercial banking system.</p> <p>Central bank and its functions (example of the Reserve Bank of India): Bank of issue, Govt. Bank, Banker's Bank, Control of Credit through Bank Rate, Cash Reserve Ratio (CRR), Statutory Liquidity Ratio (SLR),</p>	

	<p>Repo Rate and Reverse Repo Rate, Open Market Operations, Margin requirement.</p> <p>Part B</p> <p>Current challenges facing Indian Economy</p> <p>Rural development: Key issues - credit and marketing - role of cooperatives; agricultural diversification; alternative farming - organic farming</p> <p>Part C</p> <p>Project work</p>	
Unit 3	<p>Part A</p> <p>Determination of Income and Employment</p> <p>Aggregate demand and its components.</p> <p>Propensity to consume and propensity to save (average and marginal).</p> <p>Short-run equilibrium output; investment multiplier and its mechanism.</p> <p>Meaning of full employment and involuntary unemployment.</p> <p>Problems of excess demand and deficient demand; measures to correct them - changes in government spending, taxes and money supply.</p> <p>Part B</p> <p>Current challenges facing Indian Economy</p> <p>Employment: Growth and changes in work force participation rate in formal and informal sectors; problems and policies</p> <p>Sustainable Economic Development: Meaning, Effects of Economic Development on Resources and Environment, including global warming</p>	
Unit 4	<p>Part A</p> <p>Government Budget and the Economy</p> <p>Classification of receipts - revenue receipts and capital</p>	

- Identifying the causes, consequences and/or remedies
- Various stakeholders and effect on each of them
- Advantages and disadvantages of situations or issues identified
- Short-term and long-term implications of economic strategies suggested in the course of research
- Validity, reliability, appropriateness and relevance of data used for research work and for presentation in the project file
- Presentation and writing that is succinct and coherent in project file
- *Citation of the materials referred to, in the file in footnotes, resources section, bibliography etc.*

Class XII	
List of projects	
• Micro and Small Scale Industries	• Food Supply Channel
• Contemporary Employment situation	• Disinvestment policy of the government
• Goods and Services Tax Act and its Impact on GDP	• Health Expenditure
• Human Development Index	• Inclusive Growth Strategy
• Self-help group	• Trends in Credit availability
• Monetary Policy Committee and its functions	• Role of banks in Control of Credit
• Government Budget & its Components	• Trends in budgetary condition of India
• Exchange Rate determination – Methods and Techniques	• Currency War – reasons and repercussions
• Livestock – Backbone of Rural India	• Alternate fuel – types and importance
• Minimum Support Prices	• Relation between Stock Price Index and Economic Health of a Nation
• Waste Management in India – Need of the hour	• Minimum Wage Rate – Approach and Application
• Digital India- Step towards the future	• Rain Water Harvesting – A solution to water crisis
• Vertical Farming – An alternate way	• Silk Route- Revival of the past
• Make in India – The way ahead	• Bumper Production- Boon or Bane for the farmer
• Rise of Concrete Jungle- Trend Analysis	• Organic Farming – Back to the Nature
	• e-Rupee (e- ₹)
	• Sustainable Development Goals (SDG's)

• Environmental Crisis	• Comparative Study of Economies (Maximum three economies)
	• G-20: Inclusive and Action Oriented
	• Cashless Economy
• Any other newspaper article and its evaluation on basis of economic principles	• Any other topic

Marking Scheme:

Marks are suggested to be given as –

S. No.	Heading	Marks Allotted
1.	Relevance of the topic	3
2.	Knowledge Content/Research Work	6
3.	Presentation Technique	3
4.	Viva-voce	8
	Total	20 Marks

Prepared By
Balwinder Kaur