

Project Macroeconomics

The objective of the projects in macroeconomics is to generate interest among students for higher studies and research in macroeconomics in particular and economics in general by exposing the students to some of the fundamental/original contributions made by great macroeconomists like Paul A Samuelson (Nobel Laureate 1970), John R Hicks (Nobel Laureate 1972), Milton Friedman (Nobel Laureate 1976), Robert M. Solow (Nobel Laureate 1987), Robert A Mundell (Nobel Laureate 1999), Joseph E Stiglitz (Nobel Laureate 2001) and other great macroeconomists like Ben S Bernanke (Chairman, Federal Reserve System USA), Frederic S. Mishkin, Olivier Blanchard, William Poole, Robert J Barrow and William J Baumol.

J.M. Keynes is considered to be the father of modern Macroeconomics. Students are strongly advised to study "A Guide to Keynes" (1953) by Alvin H Hansen (Harvard University). This is an excellent book to understand Keynes Revolutionary Work "The General Theory of Employment, Interest and Money" (1936) which is the basis for modern macroeconomics. Prof. Hansen's outstanding contribution to economics was his and John Hicks' development of the IS-LM model, also known as the Hicks-Hansen synthesis. Prof. Hansen (Prof. Hansen conducted Annual Seminar on Fiscal Policy (1937-56) in Harvard) has inspired graduate students Paul A Samuelson and James Tobin (Harvard) who have further developed and popularized Keynesian Economics.

I hope that all the groups will produce a high quality project report which has to be presented in the Seminar Hall. Students are strongly advised that a Power Point Presentation be made for the same purpose.

Best Wishes

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Group No.		Selected Articles
	Section -I	Great Depression
I		Bernanke, Ben, "Non-Monetary Effects of the Financial Crisis in the Propagation of the Great Depression," <i>American Economic Review</i> , June, 1983.
	Section -II	Aggregate Demand
II		Fiscal Policy and Income Determination by Paul A. Samuelson <i>The Quarterly Journal of Economics</i> , Vol. 56, No. 4 (Aug., 1942), pp. 575-605
III		Samuelson, Paul A., "The Simple Mathematics of Income Determination," in <i>Income, Employment and Public Policy</i> , W.W. Norton and Company, New York, 1948.
IV		Mr. Keynes and Classics a suggested interpretation – J.R.Hicks, <i>Econometrica</i> , April 1937.
	Section -III	Aggregate Supply
V		The relationship between unemployment and the rate of change of money wages in the United Kingdom 1861-1957 by A W Philips, <i>Economica</i> 1958 pp
VI		What We Know and Do Not Know About the Natural Rate of Unemployment by Olivier

		Blanchard; Lawrence F. Katz <i>The Journal of Economic Perspectives</i> , Vol. 11, No. 1. (Winter, 1997), pp. 51-72.
VII		Reflections on the Natural Rate Hypothesis by Joseph Stiglitz <i>The Journal of Economic Perspectives</i> , Vol. 11, No. 1. (Winter, 1997), pp. 3-10.
VIII		Survey of Inflation Theory by Martin Bronfenbrenner, Franklyn D. Holzman <i>The American Economic Review</i> , Vol. 53, No. 4 (Sep., 1963), pp. 593-661
	Section -IV	Budget Deficit
IX		The Ricardian Approach to Budget Deficits by Robert J. Barro <i>The Journal of Economic Perspectives</i> , Vol. 3, No. 2. (Spring, 1989), pp. 37-54.
	Section -V	Open Economy Models
X		A Case for Flexible Exchange Rates by Milton Friedman in <i>Essays in Positive Economics</i> , University Of Chicago Press, Chicago, 1953.
XI		The Monetary Dynamics of International Adjustment under Fixed and Flexible Exchange Rates by Robert A. Mundell <i>The Quarterly Journal of Economics</i> , Vol. 74, No. 2 (May, 1960), pp. 227-257
XII		The Appropriate Use of Monetary and Fiscal Policy for Internal and External Stability by Robert Mundell, <i>IMF Staff Papers</i> , 70-79 (March 1962
XIII		Fleming, Marcus, "Domestic Financial Policies Under Fixed and Under Floating Exchange Rates," <i>IMF Staff Papers</i> , Vol. 9, November, 1962.
XIV		Capital Mobility and Stabilization Policy under Fixed and Flexible Exchange Rates by Robert A. Mundell <i>The Canadian Journal of Economics and Political Science</i> , Vol. 29, No. 4 (Nov., 1963), pp. 475-485
	Section -VI	Demand for Money & Monetary Policy Transmission Mechanism
XV		Milton Friedman (1956), "The Quantity Theory of Money: A Restatement" in <i>Studies in the Quantity Theory of Money</i> , edited by M. Friedman. Reprinted in M. Friedman <i>The Optimum Quantity of Money</i> (2005)
XVI		Friedman, Milton, "The Role of Monetary Policy," <i>American Economic Review</i> , March, 1968.
XVII		"Symposium on the Monetary Transmission Mechanism" Frederic S. Mishkin <i>The Journal of Economic Perspectives</i> , Vol. 9, No. 4. (Autumn, 1995), pp. 3-10.
		National Income
XVIII		Domestic Saving & Capital Formation Chapter 24&25, National Accounts Statistics_ Sources & Methods (CSO,2007)
XIX		Capital Stock and Consumption of Fixed Capital Stock Chapter 26, National Accounts Statistics_ Sources & Methods (CSO,2007)

Project Macroeconomics began in 2005 (2005, 2007, 2011.....)