

SESSION (2023-24)
ANNUAL SYLLABUS
CLASS XII
SUBJECT- ECONOMICS (030)

Part A Introductory Macroeconomics .

Unit 1: National Income and Related Aggregates

What is Macroeconomics?

Basic concepts in macroeconomics: consumption goods, capital goods, final goods, intermediate goods; stocks and flows; gross investment and depreciation.

Circular flow of income (two sector model); Methods of calculating National Income - Value Added or Product method, Expenditure method, Income method.

Aggregates related to National Income: Gross National Product (GNP), Net National Product (NNP), Gross Domestic Product (GDP) and Net Domestic Product (NDP) - at market price, at factor cost; Real and Nominal GDP, GDP Deflator, GDP and Welfare.

Unit 2: Money and Banking

Money – meaning and functions, supply of money - Currency held by the public and net demand deposits held by commercial banks.

Money creation by the commercial banking system.

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, CRR, SLR, Repo Rate and Reverse Repo Rate, Open Market Operations, Margin requirement.

Unit 3: Determination of Income and Employment

Aggregate demand and its components. Propensity to consume and propensity to save (average and marginal). Short-run equilibrium output; investment multiplier and its mechanism. Meaning of full employment and involuntary unemployment. Problems of excess demand and deficient demand; measures to correct them - changes in government spending, taxes and money supply

Part B: Indian Economic Development

Unit 6: Development Experience (1947-90) and Economic Reforms since 1991:

A brief introduction of the state of Indian economy on the eve of independence. Indian economic system and common goals of Five Year Plans. Main features, problems and policies of agriculture (institutional aspects and new agricultural strategy), industry (IPR 1956; SSI – role & importance) and foreign trade.

Economic Reforms since 1991: Features and appraisals of liberalisation, globalisation and privatisation (LPG policy); Concepts of demonetization and GST

Unit 7: Current challenges facing Indian Economy

1. **Human Capital Formation:** How people become resource; Role of human capital in economic development; Growth of Education Sector in India.
2. **Rural development:** Key issues - credit and marketing - role of cooperatives; agricultural diversification; alternative farming - organic farming

**MID TERM EXAMINATION SYLLABUS
MUST BE COMPLETED BY 15th SEPTEMBER,
2023 PREPARATION FOR MID TERM
EXAMINATION**

**MID TERM EXAMINATION
DISCUSSION OF MID TERM QUESTION PAPER**

Part A Introductory Macroeconomics

Unit 4: Government Budget and the Economy

Government budget - meaning, objectives and components.

Classification of receipts - revenue receipts and capital receipts;

Classification of expenditure – revenue expenditure and capital expenditure.

Balanced, Surplus and Deficit Budget – measures of government deficit.

Unit 5: Balance of Payments

Balance of payments account - meaning and components; Balance of payments – Surplus and Deficit, Foreign exchange rate - meaning of fixed and flexible rates and managed floating. Determination of exchange rate in a free market, Merits and demerits of flexible and fixed exchange rate. Managed Floating exchange rate system

Part B: Indian Economic Development

Unit 7: Current challenges facing Indian Economy

3. **Employment:** Growth and changes in work force participation rate in formal and informal sectors; problems and policies
4. **Sustainable Economic Development:** Meaning, Effects of Economic Development on Resources and Environment (including global warming).

Unit 8: Development Experience of India:

A comparison with neighbours India and Pakistan India and China Issues: economic growth, population, sectoral development and other Human Development Indicators

Part C: Project in Economics

Suggestive List of Projects:

- Food Supply Channel in India
- Micro and Small Scale Industries
- Disinvestment policy of the government
- Contemporary Employment situation in India
- Goods and Services Tax Act and its Impact on GDP
- Health Expenditure (of any state)
- Inclusive Growth Strategy
- Human Development Index
- Trends in Credit availability in India
- Self-help group
- Role of RBI in Control of Credit
- Monetary policy committee and its functions
- Government Budget & Trends in budgetary condition of India & its Components
- Exchange Rate determination – Methods and Techniques Currency War – reasons and repercussions.
- Alternate fuel – types and importance
- Livestock – Backbone of Rural India
- Golden Quadrilateral- Cost ratio benefit
- Sarwa Siksha Abhiyan – Cost Ratio Benefits
- Relation between Stock Price Index and Minimum Support Prices
- Economic Health of Nation Waste Management in India – Need of the hour .
- Minimum Wage Rate – approach and Application.
- Rain Water Harvesting – a solution to water.
- Digital India- Step towards the future crises
- Silk Route- Revival of the past.
- Vertical Farming – an alternate way
- Bumper Production- Boon or Bane for the Make in India
- The way ahead

farmer Organic Farming – Back to the Nature.

- Rise of Concrete Jungle- Trend Analysis

Prescribed Books:

1. Indian Economic Development, NCERT .
2. Macroeconomics, NCERT
3. Supplementary Reading Material in Economics.

**SYLLABUS MUST BE COMPLETED BY 15th
DECEMBER, 2023 PREPARATION FOR PRE
BOARD EXAMINATION 2023-24
PRE BOARD EXAMINATION 2023-24
DISCUSSION OF PRE BOARD QUESTION PAPER**

Board Examination-2023-24

For further information kindly refer to CBSE guidelines

<https://cbseacademic.nic.in>