

UNIVERSITY OF MUMBAI



NAAC ACCREDITED

SYLLABUS

Programme - B.COM

Course - Business Economics

PAPER V & VI

(Sem – V & VI)

Credit Based Semester and Grading System

w.e.f. the Academic year 2014 - 2015

**Revised Syllabus and Paper Pattern of T.Y.B.Com: Business Economics -
Paper V & VI w.e.f. Academic Year 2014-15**

T.Y.B.Com.: Business Economics - Paper V		
SEMESTER-V		
Module I-Introduction to Public Finance	Concept of Public Finance: Meaning, Scope and Functions, Distinction between Public and Private Finance- Principles of Maximum Social Advantage: Dalton & Musgrave versions-Modern Trends in Public Finance: Sound Finance v/s Functional Finance, Redistributive Taxation, Anti-Inflationary Taxation.	(15 Lectures)
Module II -Public Revenue	Public Revenue : Sources of Revenue (Tax & Non – Tax Revenue) – Merits and Demerits of Direct & Indirect Tax- Impact and Incidence of Taxation	(10 Lectures)
Module III – Public Expenditure and Public Debt	Public Expenditure: Classification and Causes of increase in Public Expenditure – Budget and Types of Budget - Public Debt :Types, Burden and Management - Concepts of deficit- FRBM Act 2003 - Fiscal Federalism: Concept& Key Issues	(10 Lectures)
Module IV -Financial Markets	Money Markets – Components - Features of Indian Money Market – Money Market Reforms in India since 1991. Capital Markets – Meaning, Role, Structure and Reforms in India since 1991.	(10 Lectures)

T.Y.B.Com.: Business Economics - Paper VI		
SEMESTER- VI		
Module I -International Trade	Theories of International Trade: Comparative Cost Theory, Heckscher Ohlin Theory, Terms of Trade: Meaning & Types – Gains from Trade (with Offer Curves)	(15 Lectures)
Module II -Balance of Payments and WTO	Concept & Structure of BOP, Causes of Disequilibrium, Measures to Correct Disequilibrium in BOP- India’s BOP Position since 1991- WTO Agreements with reference to TRIPS, TRIMS and GATS	(10 Lectures)
Module III -Foreign Exchange Market	Concept of Foreign Exchange Market: Functions and Dealers - Exchange Rate Systems - Spot and Forward Exchange Rate - Hedging, Arbitrage and Speculation.	(10 Lectures)
Module IV -Exchange Rate Management	Exchange Rate Determination -Purchasing Power Parity Theory - Role of Central Banks in Foreign Exchange Market -RBI’s Intervention in Foreign Exchange Rate Management Since 1991 (stages)	(10 Lectures)

References:

Hajela T. N. – “Money, Banking & Public Finance”, 8th Edition, 2009, ANE Books Publications
Benson KunjuKunju – “Financial Market and Financial Services in India”, First Edition, July, 2012, New Century Publication
Mishra S. K. &Puri V. K. – “Indian Economy”, 31st Edition, 2013, Himalaya Publication House
Dominic Salvatore – “International Economics”, 8th Edition, 2009, John Wiley & Sons
Mithani D. M. – “Money, Banking, International Trade and Public Finance”, 16th Edition, 2010, Himalaya Publication House
Jhingan M. L. – “International Economics” 6th Edition, 2007, Vrinda Publication
Bo Sodersten – “International Economics”, 3rd Edition, 2004, MacMilan Publication.
Hajela T. N. – “Money, Banking and International Trade, 8th Edition, 2009, ANE Books Publication

PAPER PATTERN

T.Y.B.COM.: Business Economics - Paper V & VI Internal and External Examination for Semesters V and VI

Internal Examination

The Internal Examination will be of 25 marks and is split into –

- i. Test Paper of 20 marks consisting of questions of objective types.
- ii. 5 marks for responsible behaviour and active class participation

External Examination

Question Paper Pattern for Semester End Examination.

Duration – 2 1/2 hrs

Max. Marks - 75

There will be **five** questions in all. All the questions are **COMPULSORY** and will have internal choice. (Total 75 marks)

Q1. Module I (Total marks 15)

Three questions: A BC.

Attempt any Two

Q2. Module II (Total marks 15)

Three questions: A BC.

Attempt any Two

Q3. Module III (Total marks 15)

Three questions: A BC.

Attempt any Two

Q4. Module IV (Total marks 15)

Three questions: A BC.

Attempt any Two

Q5. Modules I to IV (Total marks 15)

- a. True or False with reasons. Attempt any Four out of Eight: Two from each module. (2 marks each)
- b. Choose the correct option. Attempt any Seven out of Twelve: Three from each module. (1 mark each)