



UNIVERSITY LAW COLLEGE
UNIVERSITY OF THE PUNJAB

COURSE OUTLINE

Course Name: Introduction to Economic

Course Code: Law 216

Faculty:	Faculty of Law
Credit hours:	2 Cr. H
Course level:	05 Years B.A. LL.B (Hons.) Program
College/Department:	Punjab University Law College, University of the Punjab, New Campus, Lahore

CONTENT SUMMARY

Section I (Economic Theory)

1. **Basic Economic Concept:**
Nature and functions of every economic system Nature and scope of economic analysis. Economic terms. The major segments of economic theory. Micro-economics and macro-economics.
2. **Micro-economic. (Price Theory).**
 - (i) The price of market mechanism. The influence of the price system on resource allocation. Consumption patterns and income distributions.
 - (ii) Determination of price by supply and demand. The assumption of perfect competition. The theory of demand and utility. Elasticity of demand and its measurement. The theory of cost and supply. Equilibrium of the equilibrium of demand and supply in the short run and long run periods.
 - (iii) Pricing of the productive factors. Wages, profits, interest and rent.
3. **Macro economic. (Income and Employment Theory).**
 - (i) Measurement of national income concept of GNP, and NNP, Circular flow of national income. Three approaches to national income measurement, income at factor cost, income at market price and expenditure approach.
 - (ii) Determination of the national income and employment. Equilibrium level of national income, savings, consumption and investment schedules and their inter-section. Say's law of markets and its refutation by 'Keynes' general theory of employment aggregate demand, aggregate supply, effective demand.
 - (iii) Consumption function. The propensity of consume. The multiplier and its calculation. Logical identity of saving and investment.
 - (iv) Investment as determinant of effective demand.

Determinants of Investment. The marginal efficiency of capital. The accelerator and its interaction with the multipliers. The rate of interest and investment.
4. Economics, Statistic and Mathematics.
Their growing relationship.

**Section-II
Economic Planning in Pakistan**

1. Economic Development thought planning: The concept of measurement of economic development. The imperfections of market economy. The need and objectives of econ economic planning.

2. Special Features of Pakistan's Economy: Primary production population pressure, capital deficiency , Low Income.
3. Development Planning in Pakistan. A brief comparison of the First, Second and Third Five-year plans with reference to their (a) size (b) objectives (c) strategies (d) Programme pretties and (e) Financial resources.
4. Strategic sectors of Pakistan's Economy.
 - (a) Agriculture its strategic position in economic set up; its contribution to GNP: the existing draw-back; measures to make agriculture a dynamic sector.
 - (b) Human Resource Development- Population as a dynamic factor in the economic development of Pakistan, Non-material capital formation.
 - (c) Industries- Present industrial complex, justification of industrial development of Pakistan. Public, vs private enterprise and industrial development. Industrial development and structural changes in the economic development of Pakistan.
 - (d) Pakistan's export sectors and economic development. Export promotion schemes. Scarcity of foreign ex change. Trends in the term of trade of and their cases.
 - (e) A brief discussion of Pakistan's monetary and fiscal policies as reflected the Second and Third five-year plans.
5. General Review of the Economic Situation in Pakistan: Rate of growth of Pakistan's national income. The contribution of various sectors. Per Capital income causes of inequality of income distribution.

Please note: The contents/ schedule may be varied at the discretion of the course convenor to give a greater or lesser degree of emphasis to a particular topic.

PRESCRIBED TEXTS

Text Books:

- Recommended books of B.A Syllabus