

Micro & Macro Economic

5 tips for a simpler way to work

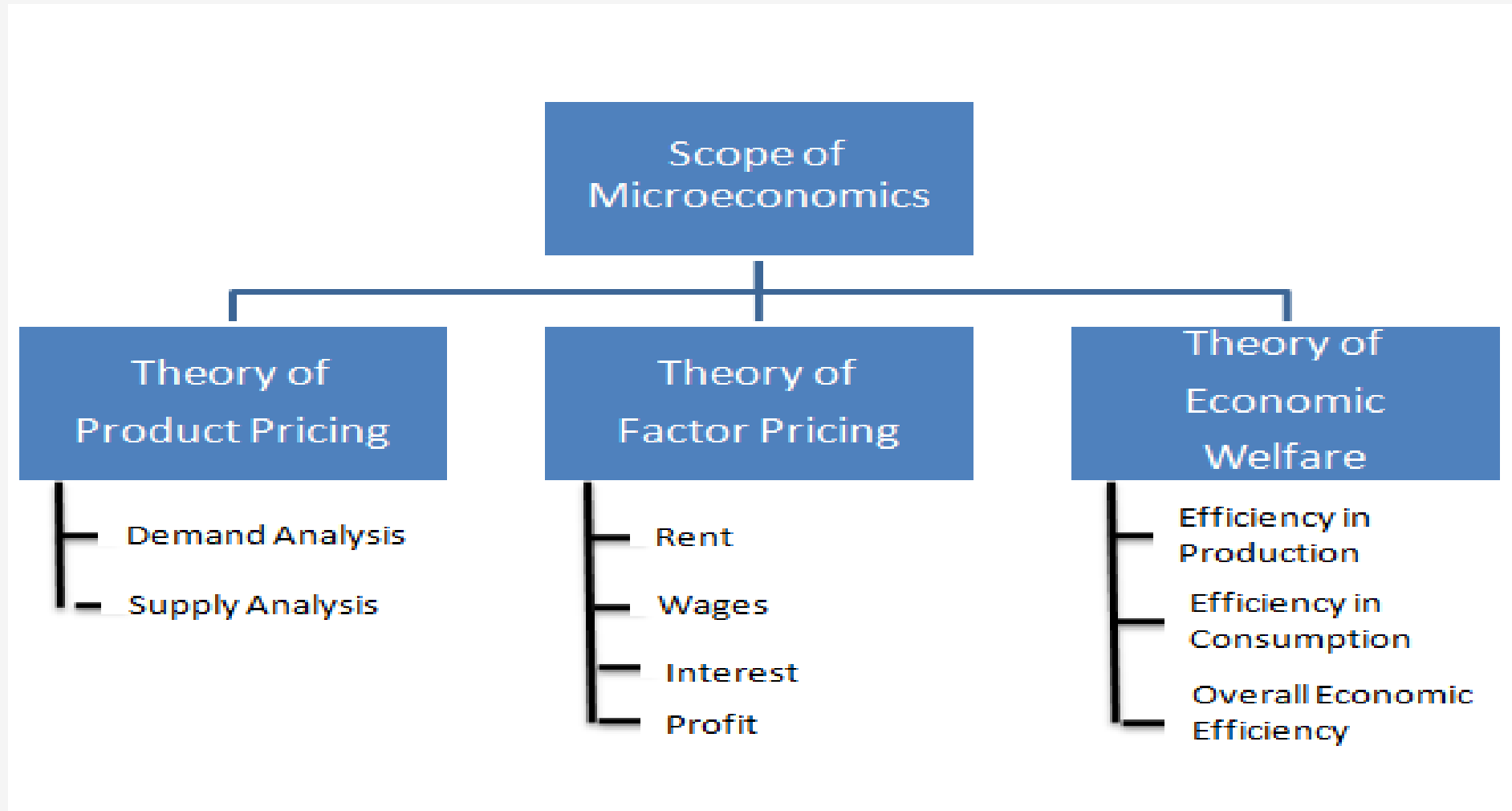


MICRO ECONOMICS

- In microeconomics we study “I” which means individual. It means in micro economics we study everything from the point of view of individual
- In micro economics we study individual firm, individual producer, individual consumer etc.

According to Maurice Dobb-”Micro economics is in fact a microscopic study of the economy”

Scope of Micro Economic



Characteristics of Micro Economic

- 1) Studies Individual Units 2) Slicing Method
- 3) Microscopic Approach 4) Partial Equilibrium
- 5) Price Theory 6) Analysis Allocation of resources and Economic Efficiency
- 7) Economic welfare 8) Based on certain Assumption.
- 9) Use of Marginalize principle 10) Limited scope
- 11) Analysis of Market Structure.

Important of Micro Economic

- 1) Working of a free market economy
- 2) Optimum allocation of resource.
- 3) Price determination
- 4) Useful to government
- 5) Public finance
- 6) International Trade
- 7) Basis of welfare economics
- 8) Model Building

Macro Economic

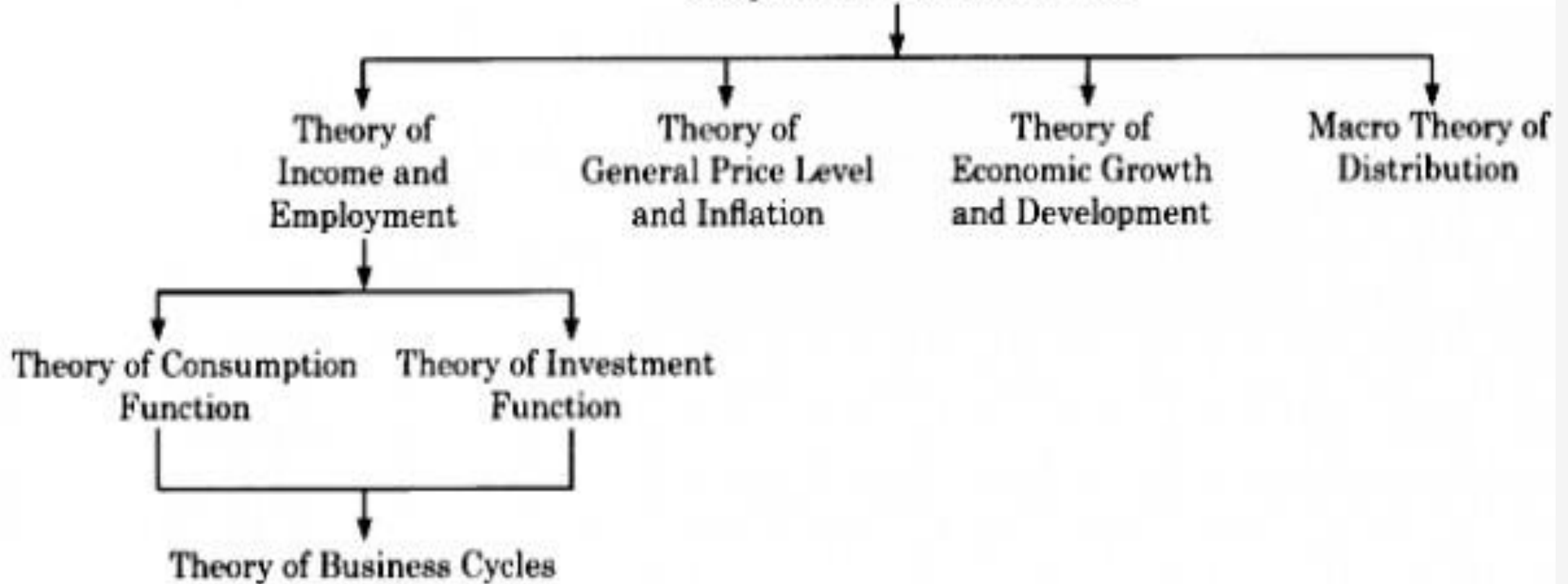
In maroeconomics we study “**A**” which means aggregate. It means in macro economics we study everything from the point of view of totality.

- In macro economics we study about aggregate demand and aggregate supply. So here we study all the theories related to the aggregate demand and aggregate supply, theory of inflation, theory of deflation.

Prof. Carl Shaprio:” Macro economics deals with the Functioning of the economy as a whole”

Scope of Macro Economic

Scope of Macro Economics



Characteristics of Macro Economic

- | | |
|---------------------------------|--------------------|
| 1) Study of aggregates | 2) Income Theory |
| 3) General Equilibrium Analysis | 4) Interdependence |
| 5) Lumping Method | 6) Growth Models |
| 7) General Price Level | 8) Policy Oriented |

Important of Macro Economic

- 1) Functioning of an economy
- 2) Economic Fluctuation
- 3) National Income
- 4) Economic Development
- 5) Performance of an Economy
- 6) Study of Macro Economic variable
- 7) Level of Employment

THANK YOU