

# FUNDAMENTALS OF ECONOMICS AND MANAGEMENT (FEM)

FOUNDATION



**The Institute of Cost Accountants of India**  
(Statutory body under an Act of Parliament)

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## STUDY NOTES



**The Institute of Cost Accountants of India**

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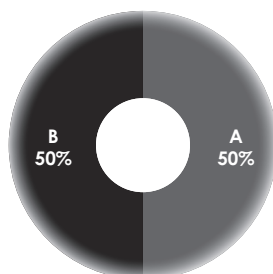
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# Syllabus

## PAPER1: FUNDAMENTALS OF ECONOMICS AND MANAGEMENT (FEM)

### Syllabus Structure

A	Fundamentals of Economics	50%
B	Fundamentals of Management	50%



### ASSESSMENT STRATEGY

There will be written examination paper of three hours

### OBJECTIVES

To gain basic knowledge in Economics and understand the concept of management at the macro and micro level

### Learning Aims

The syllabus aims to test the student's ability to:

- Understand the basic concepts of economics at the macro and micro level
- Conceptualize the basic principles of management

### Skill sets required

Level A: Requiring the skill levels of knowledge and comprehension

CONTENTS	Weightage
<b>Section A : Fundamentals of Economics</b>	50%
1. Basic concepts of Economics	
2. Forms of Market	
3. National Income	
4. Money	
5. Banking	
6. (a) Indian Economy – an Overview	
(b) Infrastructure of the Indian Economy	
<b>Section B: Fundamentals of Management</b>	50%
7. (a) Management Process	
(b) Evolution of Management thought	
8. (a) Concept of Power	
(b) Leadership & Motivation	
9. (a) Group Dynamics	
(b) Management of Organizational Conflicts	
10. Decision-making – types and process	

### SECTION A: FUNDAMENTALS OF ECONOMICS

[50 MARKS]

#### 1. Basic Concepts of Economics

- (a) The Fundamentals of Economics & Economic Organizations
- (b) Utility, Wealth, Production, Capital
- (c) Central Problems of an Economy
- (d) Production Possibility Curve ( or Transformation Curve)
- (e) Theory of Demand ( meaning, determinants of demand, law of demand, elasticity of demand- price, income and cross elasticity) and Supply ( meaning , determinants, law of supply and elasticity of supply)