

S.No.	Name of Theories	Economists	Factor	Equation, if any
1.	Quantity Theory of money	Irving Fisher	Price	$MV + M'V' = PT$
2.	Cambridge Cash Balance Approach	Alfred Marshall A.C. Pigou D.H. Robertson	Income	$md = k Py$
3.	Liquidity Preference Theory	John Maynard Keynes	Transaction Precautionary Speculation Rate of Interest	$Lx = KY$
4.	Inventory	Beumel Tobin	New Brokerage, Net Int. Opportunity cost	$C = \frac{\sqrt{2bY}}{r}$
5.	Restatement Theory	Milton Friedman	Wealth, Price Opportunity cost Inflation	-
6.	Risk Aversion Theory	James Tobin	Risk + Interest Rate	

EFF

UNIT - 1

CHAPTER - 8