TEXT BOOKS


A basic background in Macroeconomics (course Econ. 3080-3, for example) is necessary. To get an understanding of current problems of the international monetary system you should read: The International Monetary Fund, *Annual Report*, 1990, and The World Bank, *World Development Report*, 1989. Recommended readings are on reserve at the Business School Library.

Your grade will be made up by two midterms counting 40% each, and by the final exam counting for 20%.

COURSE OUTLINE

Required readings are indicated by an asterisk. Other important readings are given for further reference.

I) The Balance of Payments: Concepts and Accounting

*RB, Ch. 4.
D, Ch. 2.
C,F&J, Ch. 16, 17.
L, Ch. 16.
W, Ch. 7.
K&O, Ch. 12.


II) The Foreign Exchange Market
*RB, Ch. 1.
L, Ch. 14.
C,F&J, Ch. 20, 24.
W, Ch. 14.
K&O, Ch. 13,
III) The Keynesian System and the Foreign Trade Multiplier
*RB, Ch. 5.
D, Ch, 3, 6.
L, Ch. 19.
C,F&J, Ch. 17.
W, Ch. 8, 9.

FIRST EXAM: Includes parts I, II, and III

IV) Asset Markets, Adjustment Mechanisms, Capital Mobility and Stabilization Policies
*RB, Ch. 6, 7.
D, Ch. 10, 11.
W, Ch. 10.

SECOND EXAM: Includes part IV

V) The Monetary Approach to the Balance of Payments
*RB, Ch. 14.
C,F&J, Ch. 18.
W, Ch. 9.

VI) One World-One Economy: Problems of the International Monetary System. The International Debt Problem
*RB, Ch. 16, 17.
*K&O, Ch. 21.
C,F&J, Ch. 22.
L, Ch. 22.
W, Ch. 15.

FINAL EXAM: Includes part V and VI