Office: Econ 114 (#8145)
Office Hours MWF 1:00 - 2:00 and by appt.


Assignments:

I. Foreign Exchange Markets
   A. Introduction
   B. Traders' Behavior
   C. Arbitrage
   D. Speculation

   Richardson ch. 1
   Loosigian ch. 1A, B

II. Intervention in Exchange Markets
   A. Flexible and Floating Systems
   B. Exchange Control
   C. Gold Standard

   Richardson ch. 2
   Richardson ch. 2A, B

III. The Balance of Payments

   Richardson ch. 2C
   Loosigian ch. 6

IV. Evaluating Exchange Rate Variability and Stability

   Richardson ch. 3

   A. Who gains and loses from exchange
   B. Costs and Benefits of Stability and Variability
   C. Experience with Flexible Rates
   D. Costs of Fixed Rates
   E. Static Stability with Adjustment

   Richardson ch. 4A

V. Effects of Domestic Economy on Exchange Market

   Richardson ch. 4

   A. Prices
   B. Income
   C. Interest Rates and Capital Flows
   D. Recent U.S. Experience
   E. Monetary Approach

   Loosigian ch. 7

VI. Effects of Exchange Rate Changes on Domestic Monetary/Macro Conditions

   Richardson ch. 5

VII. Global Macroeconomics

   Richardson ch. 6

VIII. From Fixed Rates to Flex

   Richardson ch. 7

   Loosigian ch. 2, 3

IX. Eurocurrency Markets

   Richardson ch. 7A

   Loosigian ch. 9

EXAMS - 2 Hourly Exams - 30% each (Probably 10/4 (I, II, III), 11/17 (IV, V))
No Make-ups for missed exams. Pre-excused absences are possible for only 1 exam. In this case the final counts 2/3. All others receive IF automatic.

1 Comprehensive Final Exam - 40% (Probably Friday 12/17 7:30 a.m.) Must be taken at scheduled time.