Instructors: Ulrich Kohli & JoAnn Feeney

Location and time of lectures: Ekly EIB50
8:00 - 9:15 TR

Office hours: 10:00 - 11:00 TR, Econ 222, 492-6781

Assessment: 2 mid-term exams and 1 final (equal weights)

Textbook: Ekly EIB50

Students are also advised to regularly read the financial press, e.g. the Wall Street Journal.

Course Outline

1. Introduction pp. 339-341
2. The balance of payments pp. 341-361
3. The foreign exchange market pp. 361-363
5. National income and the trade account pp. 384-418
6. The open economy IS-LM model pp. 418-444 and Chapter 21
7. The monetarist model pp. 444-480
8. Nontraded goods Chapter 19
9. The forward market and interest rate parity Chapter 20
10. International policy coordination Chapter 22
11. Expectations, and the real exchange rate Chapter 23
12. The role of risk and portfolio behavior Chapter 24