

## Elective course in the area **International Economics**

### **International Monetary Economics**

Teaching Load

2,5 hours per week

Kind of course

Elective in Master Programme

ECTS Credit Points

5 = 150 hours

Lecture:

- 37,5 hours

Self-study:

- 112,5 hours
  - 52,5 h: studying obligatory literature
  - 40,0 h: studying elective literature
  - 20,0 h: preparation of a presentation

Lecturer

Prof. Dr. Robert Richert

Course objective and Learning Outcomes

- knowledge of concepts of balance-of-payments theory, international financial organisations, European Economic and Monetary Union,
- application of theoretical knowledge to problem-solving of international monetary issues,
- understanding of verbal, graphical, and algebraic analytical methods,
- monetary tools to evaluate politicians' policies,
- sensitising to differences in monetary cultures
- awareness of the importance of international and supranational organisations

Topics

#### **1. Balance-of-Payments Theory**

1. Balance of Payments
2. Elasticity Approach
3. Absorption Approach
4. Income Effects
5. Monetary Balance of Payments Theory
6. Intertemporal Balance of Payments Theory

	<p><b>2. Fiscal Policy in Open Economies</b></p> <ol style="list-style-type: none"> <li>1. Fiscal Policy in the Goods Market</li> <li>2. Mundell-Fleming Model</li> </ol> <p><b>3. European Economic and Monetary Union</b></p> <ol style="list-style-type: none"> <li>1. Main Stages</li> <li>2. European Central Bank</li> <li>3. Euro Crisis</li> <li>4. Perspectives of the European Economic and Monetary Union</li> </ol>
Literature	<p><b>Obligatory literature</b></p> <ul style="list-style-type: none"> <li>➤ Krugman, P., Obstfeld, M.: International Economics. Theory and Policy, Reading/Mass. et al., 6th edition, 2003, chapters "Exchange Rates and Open-Economy Macroeconomics" (12-17) and "International Macroeconomic Policy" (18-22)</li> <li>➤ German edition: Krugman, P., Obstfeld, M.: Internationale Wirtschaft. Theorie und Politik, Kempten, 6th edition, 2004.</li> <li>➤ scripts, which will be distributed after each topic</li> </ul> <p><b>Elective literature</b></p> <ul style="list-style-type: none"> <li>➤ Appleyard, D.R., Field, A.J. : International Economics, McGraw Hill, 5th edition, 2005, Part V</li> <li>➤ Berg, H. van den: International Economics, Boston et al., 4th edition, 2004, chapters 10-14</li> <li>➤ King, Ph. / King, Sh.: International Economics and International Economics Policy. A Reader, 4th edition, Boston et al., 2004.</li> <li>➤ Pugel, Th. / Lindert, P.: International Economics, 12th edition, Boston et al., 2003, parts III (Understanding Foreign Exchange) and IV (Macro Policies for Open Economies).</li> <li>➤ selected articles to be announced</li> </ul>
Teaching Methods	<ul style="list-style-type: none"> <li>• Lectures</li> <li>• Discussions</li> <li>• Presentations by students</li> </ul>

Grading	➤ Final exam
Language of Instruction	English