

Topics and Readings for Final Exam

Readings

Textbook : Chapters 9-16 (+ chpt. 3) [4th Ed.]

Lecture Slides 9-20 (skip Friedman Rule in Lecture 20)

Krugman : IS-LMentary (NY Times column).

Topics

- 1.) Theories of Consumption and Saving
 - Keynes, Fisher, Modigliani, Friedman
- 2.) Ricardian Equivalence
- 3.) Investment and the Cost of Capital
- 4.) Measuring Business Cycles
 - Basic Business Cycle Facts
- 5.) Quantity Theory of Money and the Inflation Tax
- 6.) Market-Clearing Business Cycle Models
 - Solow Residuals
- 7.) The Lucas Supply Curve
- 8.) The IS-LM / AD-AS Model
- 9.) Real vs. Nominal Exchange Rates + Uncovered Interest Parity
- 10.) The Mundell-Fleming Model
 - Fixed vs. Flexible Exchange Rates
 - International Policy Transmission