1. Description of the subject

- Topics in Macroeconomics VIII
- Total credits: 3 ECTS
- Type of subject: Optative
- Department of Economics and Business
- Teaching team: Luca Fornaro
2. Teaching guide

Introduction

In this topic course we will study recent advances in the literature on international macroeconomics. We will start by considering some classic contribution to the literature on international capital flows. Then we will review the literature on international financial crises, and derive implications for financial regulation. We will then turn to monetary policy and discuss the benefits and costs of different exchange rate regimes. We will also review the recent literature on the global liquidity traps and stagnation.

Contents


1. Real Business Cycles for Open Economies

Required readings:

Martin Uribe lecture notes, Chapters 2-4


2. Sudden stops and regulation of capital flows

Required readings:


Additional readings:


Korinek, A. Systemic risk-taking: amplification effects, externalities, and regulatory responses. Working paper

3. Exchange rate policy

Required readings:


Additional readings:


4. Global liquidity trap and secular stagnation


Assessment

The evaluation is based on a term project