

5.0 credits

30.0 h

1q

Teacher(s) :	Bodart Vincent ;
Language :	Français
Place of the course	Louvain-la-Neuve
Main themes :	The course is concerned with the study of the main economic factors and mechanisms that explain the determination of external current accounts, real and nominal exchange rate changes and international capital movements. The main topics of the course are : the adjustment process of the external current account, the determination of nominal and real exchange rates in the short-run and in the long-run, central bank interventions in the foreign exchange market, the impact of the exchange rate regime on macroeconomic fluctuations, and the mechanics of financial crises.
Aims :	At the end of the course, the student is supposed to be able to understand precisely the main concepts, arguments, and analyses presented during the class. He must be capable to use the theories presented during the course in order to analyze rigorously international monetary facts and events. <i>The contribution of this Teaching Unit to the development and command of the skills and learning outcomes of the programme(s) can be accessed at the end of this sheet, in the section entitled "Programmes/courses offering this Teaching Unit".</i>
Content :	<p>Contents :</p> <p>Part 1. Definitions and concepts                      Chapter 1. The balance of payments                      Chapter 2. Exchange rates : definitions and measures                      Part 2. The determination of the balance of payments and exchange rates in a general equilibrium macroeconomic framework                      Chapter 3. The model                      Chapter 4. The case of flexible rates                      Chapter 5. The case of fixed exchange rates                      Part 3. The adjustment process of the external current account                      Chapter 6. The effects of devaluation : theoretical and empirical aspects                      Chapter 7. The adjustment process of the external current account in a small open economy                      Part 4. The determination of exchange rates                      Chapter 8. Purchasing power parity, nominal and real exchange rates                      Chapter 9. Exchange rates, expectations, and financial markets : the overshooting phenomena                      Part 5. Special topics                      Chapter 10. The mechanics of financial crises                      Chapter 11. The choice of the exchange rate regime</p> <p>A syllabus is available. The syllabus is supplemented by a list of readings that will be discussed during the class.</p>
Other infos :	Undergraduate macroeconomics  Oral exam  Syllabus + textbooks + readings
Cycle and year of study :	<a href="#">&gt; Master [120] in Economics: General</a> <a href="#">&gt; Master [60] in Economics : General</a>
Faculty or entity in charge:	ECON