

Georgetown University
ECON-244-20: International Finance

Summer 2019 - Syllabus *

Basic Information:

Instructor: Subhadhra Sankaran
Main Second Session: July 8 – August 9, 2018
Time: 10:45 AM - 12:45 PM
Days: M T W R
Location: Intercultural Center 102
Office Hours: TBA
Contact: ss3865@georgetown.edu

Course Description and Objective:

The course is organized as a two part structure. Initially, the course will focus on countries' national accounts, balance of payments, exchange rate regimes and their determination. The second part of the course will build on these to look at foreign exchange and money markets, monetary and stabilization policies, currency and financial crises with country examples. While the course assumes some familiarity with introductory economics (supply and demand analysis, *etc.*), bulk of the material is self-contained.

The theoretical tools developed in the course, and exposure to various data sources, would equip one with the fundamental quantitative methods to analyze and evaluate alternative international macroeconomic policies and apply these concepts to other related policy questions of interest.

Course Material:

Class web page is available through Canvas. The textbook reference for this course is the later part corresponding to international finance from **'International Economics: Theory and Policy'**, Tenth Edition, by Paul R. Krugman, Maurice Obstfeld, and Marc J. Melitz.

Course Evaluation:

Assignments 20%
Midterm exam (in class, July 22) 30%
Final exam (in class, August 9) 50%

Course Policy:

Assignments:

- There will short weekly assignments posted on Canvas. The solutions are to be turned in at the start of lecture on the following Monday.
- Student must submit their solutions separately.

*Tentative, subject to change

Exams:

- The final exam is mandatory, and cumulative.
- All exams are closed book and to be solved individually.

Attendance and Absences: General Georgetown rules about attendance and absences apply.

Academic Honesty Policy Summary: Georgetown's Honor System applies.

Tentative Course Outline:

1. National income accounting and the balance of payments
2. Exchange rates and the foreign exchange market
3. Money, interest rates, and exchange rates
4. Price levels and the exchange rate in the long run
5. Output and the exchange rate in the short run
6. Exchange rate regimes
7. Globalization and capital flows
8. Currency and debt crises