Course Description and Scope

This course analyzes the nature and effects of financial arrangements on capitalist economies operating in an international context. It deals primarily with international financial arrangements, and is designed to complement “International Monetary Economics” though that course is not a prerequisite for this course.

Proposed Lecture Schedule

<table>
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<tr>
<th>Week</th>
<th>Topics</th>
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<tr>
<td>Week 1</td>
<td>Lecture 1: Introduction</td>
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| Week 2 | Lecture 2: Foreign Exchange Market and the Balance of Payments II  
          Tutorial 1: Problem Set 1  |
| Week 3 | Lecture 3: Purchasing Power Parity and Interest Parity  
          Tutorial 2: Problem Set 2  |
| Week 4 | Lecture 4: Open Economy Macroeconomics  
          Tutorial 3: Problem Set 3  |
| Week 5 | Lecture 5: Flexible Prices - The Monetary Model  
          Tutorial 4: Problem Set 4  |
| Week 6 | Lecture 6: Fixed Prices - The Mundell-Fleming Model  
          Tutorial 5: Problem Set 5  |
| Week 7 | Lecture 7: Fixed Prices - The Dornbusch Model  
          Tutorial 6: Problem Set 6  |
| Week 8 | Recess                                                     |
| Week 9 | Lecture 8: Fixed Exchange Rates - Part I  
          Tutorial 7: Problem Set 7  |
| Week 10| Lecture 9: Fixed Exchange Rates - Part II  
          Tutorial 8: Problem Set 8  |
| Week 11| Lecture 10: The International Monetary System - The Bretton Woods  
          System  
          Tutorial 9: Problem Set 9  |
| Week 12| Quiz – During Lecture  
          Tutorial 10: Problem Set 10  |
| Week 13| Tutorial 11: Revision                                     |
Method of Instruction

Lectures : 2 hours per week
Tutorials : 1 hour per week

Course Assessment

Coursework : 40%
Final Examination : 60%

100%

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<thead>
<tr>
<th>Lecturer</th>
<th>Office Room No.</th>
<th>DID</th>
<th>E-mail Address</th>
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<tbody>
<tr>
<td>Assoc Prof Chia Wai-Mun</td>
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