SUBJECT

26962 - Introduction to Economics II: Principles of Macroeconomics

COMPETENCIAS/DESCRIPCION/OBJETIVOS

Module content
Its primary aim is to provide a framework for the understanding of contemporary macroeconomic policy and performance. It focuses on the basic theoretical models of the classical and Keynesian models. It also aims to provide practical insight into key macroeconomic and policy issues, such as unemployment, inflation, economic growth, cooling down an overheated economy or stimulating an economy in a recession.

Skills
1.- To identify the basic macroeconomic variables and to understand the correct definitions and the factors that determine them by means of using graphical and analytical tools.
2.- To understand the main economic problems that policymakers face and the effects of their macroeconomic policies.
3.- To apply the acquired knowledge and skills to the diagnosis and problem solving using appropriate analytical tools.
4.- To find, identify, analyze and synthesize information from various sources in a critical but robust way of reasoning.
5.- To foster the development of oral and written communication skills.

This module is designed to develop the student's critical skills as an economist and his/her ability to apply macroeconomic theory to specific issues. Preparation will typically involve reading and reflection on specific essay questions, testing their ability to apply macroeconomic reasoning and relevant empirical evidence to the problem at hand.

Keywords

TEMARIO

1. Macroeconomics: The big picture
   Economic growth
   Employment and unemployment
   Inflation
   Public deficit
   International balance
2. Measuring the economic activity
   Real and Nominal Gross Domestic Product (GDP)
   Measuring GDP
   Gross National Product and National Income
3. Aggregate Demand and Aggregate Supply
   Aggregate Demand
   Aggregate Supply
   Short run and long run aggregate equilibrium
   Macroeconomic Policies
   The natural rate of unemployment (Notions on types of unemployment)
4. Income and Expenditure: The multiplier model.
   Consumption and savings
   Investment
   The Keynesian multiplier: The multiplier process and equilibrium.
   The multiplier in a closed economy
   The multiplier in an open economy
5. Fiscal Policy
   Fiscal Policy: The principles.
   Discretionary Fiscal Policy and automatic stabilizers
   Full-employment Budget
6. Monetary Policy
   The meaning of money
   How banks create money
Central Banks and Money Supply
The demand for money
Money markets and money supply
7. Macroeconomics in an open economy
Balance of Payments: Financial and real operations
Currency markets and exchange rates
Exchange Rate Regimes.

TIPOS DE DOCENCIA

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<th>Tipo de Docencia</th>
<th>M</th>
<th>S</th>
<th>GA</th>
<th>GL</th>
<th>GO</th>
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Leyenda:
- M: Magistral
- S: Seminario
- GA: P. de Aula
- GL: P. Laboratorio
- GO: P. Ordenador
- GCL: P. Clínicas
- TA: Taller
- TI: Taller Ind.
- GCA: P. de Campo

Aclaraciones:
La metodología docente se basará en clases magistrales en las que se expondrán los distintos temas del programa de la asignatura, así como clases prácticas y seminarios en las que se resolverán ejercicios y se trabajan y expondrán diversos documentos e informes. Asimismo, se utilizará Moodle como plataforma de apoyo a la docencia de la asignatura.

EVALUACIÓN

- Examen escrito a desarrollar
- Examen escrito tipo test
- Realización de prácticas (ejercicios, casos o problemas)
- Trabajos individuales
- Trabajos en grupo
- Exposición de trabajos, lecturas...

Aclaraciones:
* All Groups except GROUP 16

- Ordinary Call
- Intermediate exam
Depending on the groups one of the following will be chosen:
a) 30%: theoretical and practical questions or exercises in a multiple choice test form.
b) 20%: theoretical and practical questions or exercises in a multiple choice test form.
- 10%: theoretical and practical questions or exercises in a multiple choice test form or not.
- Final Exam: 70%

The students that have the right to a final assessment according to article 4.31c of the regulations for the management of Graduate Studies will do a final exam. This final exam will provide 100% of the subject grade.

Extraordinary Call

In the Extraordinary Call an only and unique exam will provide 100% of the subject grade.

Specific Notes About some Groups:
* GROUP: 16

Ordinary Call
Group 16 will be divided in 4 subgroups for seminars, in line with Resolución de 24 de Octubre de 2006, BOPV 27-11-2006&amp;#8221;., amended by Consejo de Gobierno de la UPV/EHU de 22-12-2011&amp;#8221;.; where it establishes the maximum size of a Seminar (25 students) see &amp;#8220;Anexo, artº 1º, apartado 2º&amp;#8221;.
Students can choose between (a) assessment during seminars or (b) general way (see above).

Students can choose between (a) final exam of 10 points or (b) keeping the seminars&amp;#8217; assessment plus a 7
MATERIALES DE USO OBLIGATORIO

BIBLIOGRAFÍA

Bibliografía básica

Bibliografía de profundización

Revistas

Direcciones de internet de interés
www.worthpublishers.com/krugmanwells
www.tutor2u.net
www.ine.es
www.bde.es
www.ecb.int
www.imf.org
Within www.youtube.com, several lectures on Principles of Macroeconomics.