

Valid for 2022.HS

Module Name: International Economics	
Module Code	w.MA.XX.INE-PiE.19HS
Module Description	In this module, students expand their knowledge of the impact of economic policy and its instruments and analyze the macroeconomic significance of financial markets. They apply this expanded knowledge to current economic policy issues and case studies. The focus is on the economic analysis of the challenges of economic policy in the context of open, globally interdependent markets and economies. In addition, students analyze the relationship between the financial sector and the real economy, in particular the causes and effects of economic and financial crises.
Program and Specialization	Banking and Finance (PiE)
Legal Framework	Academic Regulations MSc in Banking and Finance dated 29.09.2011, Appendix to the Academic Regulations for the degree program in Banking and Finance, first adopted on 28.08.2012
Module Category	Module Type: Compulsory
ECTS	3
Organizational Unit	W Institut für Wealth & Asset Management
Module Coordinator	Esther Kaiser (kesl)
Deputy Module Coordinator	Suzanne Ziegler (zisu)
Prerequisite Knowledge	The module builds on the foundations acquired in a Bachelor's degree program in Business Administration (with a specialization in Banking and Finance).
Contribution to Program Learning Goals (Affected by Module)	<ul style="list-style-type: none"> § Professional Competence § Methodological Competence § Social Competence § Self-Competence
Contribution to Program Learning Objectives	Professional Competence <ul style="list-style-type: none"> § Knowing and Understanding Content of Theoretical and Practical Relevance § Apply, Analyze, and Synthesize Content of Theoretical and Practical Relevance § Evaluate Content of Theoretical and Practical Relevance Methodological Competence <ul style="list-style-type: none"> § Problem-Solving & Critical Thinking § Scientific Methodology § Work Methods, Techniques, and Procedures § Information Literacy § Creativity & Innovation Social Competence <ul style="list-style-type: none"> § Written Communication § Oral Communication § Teamwork & Conflict Management § Intercultural Insight & Ability to Change Perspective Self-Competence <ul style="list-style-type: none"> § Self-Management & Self-Reflection § Ethical & Social Responsibility § Learning & Change
Module Learning Objectives	Students... <ul style="list-style-type: none"> § Understand how open commodity and financial markets operate and interact in the context of fixed and flexible exchange rate regimes. § Know the key economic policy mechanisms and their instruments as well as the challenges of economic policy in the context of open economies. § Know the interrelationship between the financial systems and the real economic sector of an economy and analyze it using macroeconomic models. § Know the causes and the economic effects of banking, financial, and currency crises and analyze theoretical models. § Can analyze and evaluate changes in the environment of the financial system and the financial markets with the help of macroeconomic models and recognize the relevant consequences for the financial markets. § Can assess the current developments and future effects of the increasing international interaction and interdependence of the financial markets. § Can identify the causes and indicators of banking and financial crises and name appropriate economic policy measures. § Can explain the reason for the regulation of financial markets and the importance of financial stability in the national and global context.

Module Content	§ Open economies: Implications of open goods and financial markets, exchange rates, exchange rate regimes, purchasing power, and stakeholders § Economic development and economic policy in open economies: Short-term analysis using IS-LM and IS-TR models, effects of fiscal and monetary policy on fixed and flexible exchange rates, the Taylor rule, and the trilemma of monetary policy. § Economic development and economic policy in open economies: Analysis of adjustment mechanisms in the medium- and long-term using an AS-AD model, the effects of fiscal and monetary policy with fixed and flexible exchange rates, and the pros and cons of flexible vs. fixed exchange rates. § Selected case examples of economic and financial crises		
Links to other modules	The content of this module is linked to the following module: w.MA.XX.IRB-PiE.19HS		
Methods of Instruction	§ Lecture § Case Studies § Exercises § Problem-Oriented Teaching	Social Settings Used: -	
Digital Resources	§ Reader § Teaching Videos § Teaching Materials		
Type of Instruction	Classroom Instruction	Guided Self-Study	Autonomous Self-Study
Lecture	24 h	46 h	
Excercise	-	-	
Project Work	-	-	
Seminar	-	-	
Total	24 h	46 h	20 h
Performance Assessment			
End-of-module exam	Form	Length (min.)	Weighting
Written exam	Closed book	60	100,00 %
Permitted Resources	Approved calculator according to "Guidelines on Supplementary Materials"	With dictionary	
Others	Assessment	Length (min.)	Weighting
-	-	-	-
Students are not allowed to revise and resubmit performance assessment tasks.			
Classroom Attendance Requirement	Mandatory Attendance: None		
Language of Instruction/Examination	English		
Compulsory Reading	§ Blanchard, O., Amighini, A. & Giavazzi, F. (2017). Macroeconomics: A European Perspective. 3rd edition. UK: Harlow: Pearson. ISBN 978-1-292-08567-8. § Mishkin, F. (2016). The Economics of Money, Banking, and Financial Markets. 11th edition. Harlow: Pearson. ISBN 978-1-292-09418-2.		
Recommended Reading	§ Pertinent articles will be posted in Moodle § Mankiw, N. & Taylor, M. (2020). Economics. 5th edition. London: Cengage Learning. ISBN 978-1-4737-6854-3.		
Comments	-		