

# International Macroeconomics

September 14, 2004

Instructor: Marc-Andreas Muendler  
Office: Economics 312  
Office hours: TueWed 12:30p - 1:30p  
Phone: (858) 534-4799  
E-mail: muendler@ucsd.edu

## Required Readings beyond the textbook

Goldberg and Knetter (1997), Bernanke and Gertler (1990), Obstfeld and Rogoff (2000b), Neely and Sarno (2002), Froot and Obstfeld (1991), Driffill and Sola (1998), Dornbusch (1976), Diamond and Dybvig (1983), Obstfeld (1996), Morris and Shin (1998), Obstfeld and Rogoff (1995), Tirole (2003), Céspedes, Chang, and Velasco (2000), Obstfeld and Rogoff (2000a), Lane (2001)

## References

- BERNANKE, B., AND M. GERTLER (1990): "Financial Fragility and Economic Performance," *Quarterly Journal of Economics*, 105(1), 87–114.
- CÉSPEDES, L. F., R. CHANG, AND A. VELASCO (2000): "Balance Sheets and Exchange Rate Policy," *NBER Working Paper*, 7840.
- DIAMOND, D. W., AND P. H. DYBVG (1983): "Bank Runs, Deposit Insurance, and Liquidity," *Journal of Political Economy*, 91(3), 401–19.
- DORNBUSCH, R. (1976): "Expectations and Exchange Rate Dynamics," *Journal of Political Economy*, 84(6), 1161–76.
- DRIFFILL, J., AND M. SOLA (1998): "Intrinsic Bubbles and Regime-Switching," *Journal of Monetary Economics*, 42(2), 357–73.
- FROOT, K. A., AND M. OBSTFELD (1991): "Intrinsic Bubbles: The Case of Stock Prices," *American Economic Review*, 81(5), 1189–214.
- GOLDBERG, P. K., AND M. M. KNETTER (1997): "Goods Prices and Exchange Rates: What Have We Learned?," *Journal of Economic Literature*, 35(3), 1243–72.
- LANE, P. R. (2001): "The New Open Economy Macroeconomics: A Survey," *Journal of International Economics*, 54(2), 235–66.
- MORRIS, S., AND H. S. SHIN (1998): "Unique Equilibrium in a Model of Self-Fulfilling Currency Attacks," *American Economic Review*, 88(3), 587–97.
- NEELY, C. J., AND L. SARNO (2002): "How Well Do Monetary Fundamentals Forecast Exchange Rates?," *Federal Reserve Bank of St. Louis Review*, 84(5), 51–74.
- OBSTFELD, M. (1996): "Models of Currency Crises with Self-Fulfilling Features," *European Economic Review*, 40(3-5), 1037–47.

- OBSTFELD, M., AND K. ROGOFF (1995): "Exchange Rate Dynamics Redux," *Journal of Political Economy*, 103(3), 624–60.
- (2000a): "New Directions for Stochastic Open Economy Models," *Journal of International Economics*, 50(1), 117–53.
- (2000b): "The Six Major Puzzles in International Macroeconomics: Is There a Common Cause?," *NBER Working Paper*, 7777.
- TIROLE, J. (2003): "Inefficient Foreign Borrowing: A Dual- and Common-Agency Perspective," *American Economic Review*, 93(5), 1678–1702.