

## Course Descriptions Exchange 2022-2023

Course Title ECB and Monetary Policy  
 Course Code EBC4023  
 ECTS Credits 6,5  
 Assessment Whole/Half Grades

Period	Start	End	Mon	Tue	Wed	Thu	Fri
1	5-9-2022	21-10-2022	X		X		

Level Intermediate/Advanced

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Language of instruction English

Goals

- \* To understand and apply the workhorse (3-equation) model for macroeconomic analysis in a closed economy
- \* To understand the role of expectations in modern macroeconomics and monetary policy
- \* To understand the role of the banking sector in the interaction between the monetary policy and the real economy
- \* To understand and analyse causes and consequences of financial crises
- \* To understand and discuss the relevance of the institutional design of the central bank
- \* To understand and discuss the effectiveness of monetary policy in the short run and the long run

Description PLEASE NOTE THAT THE INFORMATION ABOUT THE TEACHING AND ASSESSMENT METHOD(S) USED IN THIS COURSE IS WITH RESERVATION. A RE-EMERGENCE OF THE CORONAVIRUS AND NEW COUNTERMEASURES BY THE DUTCH GOVERNMENT MIGHT FORCE COORDINATORS TO CHANGE THE TEACHING AND ASSESSMENT METHODS USED. THE MOST UP-TO-DATE INFORMATION ABOUT THE TEACHING/ASSESSMENT METHOD(S) WILL BE AVAILABLE IN THE COURSE SYLLABUS.

This course is one of the mandatory courses in the MSc Financial Economics. Its main purpose is to provide a solid foundation with respect to monetary economics for the rest of the MSc program, from a macro-financial perspective. In this course we intend to provide an extension of available insights into monetary theory, to introduce recent developments in monetary theory and to link monetary theory to the practice of monetary policy today, in particular in the context of the euro area. The latter includes the Great Financial Crisis and the euro sovereign debt crisis, the Covid-19 crisis, the ECB's strategy review and the role of monetary policy in the context of climate change and the recent surge in inflation. The course includes a simulation of a meeting of the Governing Council of the European Central bank, either online or onsite in Frankfurt (depending on the Covid-19 situation).

Literature Carlin, W. and D. Soskice, 2015, Macroeconomics: Institutions, Instability and the Financial System, Oxford University Press; and selected articles and reports (all available online).

Prerequisites Second-year macro-economics (BSC; level book Blanchard Et Al "Macroeconomics: A European Perspective"). Exchange students need to have obtained a Bachelor degree with a major in Economics or Econometrics.

Teaching methods PBL / Presentation / Lecture / Assignment / Groupwork

Assessment methods Participation / Written Exam / Assignment

Evaluation in previous academic year For the complete evaluation of this course please click <http://iwio-sbe.maastrichtuniversity.nl/rapporten.asp?referrer=codeUM>

This course belongs to the following programme / specialisation

Master Financial Economics - Asset Pricing	Compulsory Course(s)
Master Financial Economics - Banking	Compulsory Course(s)
Master Financial Economics - Financial Analysis	Compulsory Course(s)
Master Financial Economics - No specialisation	Compulsory Course(s)
Master Fiscal Economics	Economics Elective(s)
SBE Exchange Master	Master Exchange Courses
SBE Non Degree Courses	Master Courses