

University of Toronto
Department of Economics
ECO100Y L0401: Principles of Economics
Winter, 2016
BT101: T 2-4PM, F 10-11AM

Kieran Furlong: k.furlong@utoronto.ca
Office Hours: UC D301: Wednesday, 4:00 – 5:50 PM

TEXTBOOK: *Economics* (14th Canadian Edition)
Christopher Ragan and Richard Lipsey. Toronto: Addison-Wesley, 2013

EVALUATION:

Warm-Up	First 2 Weeks: Answer Survey: www.warmup.utoronto.ca	2 % of Grade		
Test 1	Multiple Choice	October 28	10:00 – 11:00 AM	12% of Grade
Midterm	Diagram/Calculate/MC	December 6	2:00 – 4:00 PM	24% of Grade
Macro Test	Multiple Choice	March 24	10:00 – 11:00 AM	12% of Grade
Final Exam	Diagram/Calculate/MC	Final Exam Period (April)		50% of Grade

The Macro Test cover the material in the winter term, including Comparative Advantage. The final exam covers the whole course. Students who miss the Macro Test must email me a scanned copy of a medical/funeral document within one week of the exam to write a **make-up covering the whole course from 10:00 –11:30 AM on April 1.**

The final examination is divided into 50 multiple-choice questions, worth 50% of the exam, and analytic/diagrammatic/calculation/explanation questions, worth 50% of the exam. Every student in ECO100Y must answer the multiple-choice questions, which cover core material common to all sections, and must also answer other questions specific to their section.

LECTURES and TUTORIALS

I recommend the textbook (any edition will do) but sell a package of Lecture Notes and Problem Sets with solutions at cost (\$10) in class. These problem sets are not graded but provide exercises necessary to clarify the economic models presented in the lectures and tested on exams. Teaching Assistants provide tutorials every week to clarify the problem sets and also hold office hours for individual consultation on problems.

EXAM PROTOCOL

You must use only non-programmable calculators (no other electronic devices) and writing implements (pens, rulers, etc.), begin the exam with everyone else and **stop** writing when time is up. Any transgression is an academic offense and subject to sanction. You must fill in the scantrons (multiple choice) in pencil. I prefer that you write the written part of the midterm in pencil but this can be awkward; however, I will only review marks on exams in pen.

REMARKING MIDTERMS

We will hand the Macro Midterm back one week after the exam. I will post the marking scheme to the exam on Blackboard at that point. Please go through the answers carefully to see if the TAs (or I) made any mistake in marking since I will only accept requests for remarking during my office hours and the class breaks during the following week (i.e., second week after the exam) but only if you have consulted my marking scheme. It is very important to understand your mistakes since the final exam covers much of this material again

**ECO100Y, L0401: Fall/Winter, 2016/2017
LECTURE AND READING SCHEDULE**

January	6	Comparative Advantage. Ch. 33, 843-855
January	10	Comparative Advantage (continued). Ch. 33, 843-855 Problem Set: Comparative Advantage
January	13	NO CLASS
		MACROECONOMICS
January	17	Business Cycles. Ch. 19, 475-484 Price Indices and Inflation. Ch. 19, 484-493; Ch. 20: 509-511
	20	Unemployment. Ch. 31 Problem Set: Price Indices and Unemployment
January	24	Gross Domestic Product (GDP). Ch. 20, 498-499 National Accounts: Expenditure. Ch. 20, 500-508
	27	National Accounts: Income. Ch. 20, 510-513 Problem Set: National Accounts
January	31	Aggregate Expenditure (AE): Consumption (C). Ch. 21, 518-527
February	2	AE: C + I (Investment) and Y (GDP) Equilibrium. Ch. 21, 527-542 Problem Set: Consumption/Investment
February	7	Equilibrium: AE = Y & Multipliers. Ch. 22. 547-562; Appendix
	10	Government Deficits. Ch. 32: 819-825 Problem Set: MacroModel
February	14	Money and Banking. Ch. 27, 672-679 Money Supply: Bank of Canada. Ch. 27, 679-695
	17	Money Demand. Ch. 15: 360-364; Ch. 28: 701-710 Problem Set: Money Supply
February	28	Money Demand. Ch. 15: 360-364; Ch. 28: 701-710
March	3	Equilibrium Money and Interest Rate. Ch. 28, 710-714 Problem Set: Money Demand/Supply and Equilibrium
March	7	Money and GDP Equilibrium. Ch. 15: 364-368
	10	Monetary Policy and Fiscal Policy: Ch. 29, 729-744 Problem Set: Money and GDP Equilibrium
March	14	Aggregate Demand. Ch. 23, 570-575 Aggregate Supply and Short-run Equilibrium. Ch. 23, 575-586
	17	Problem Set: Aggregate Demand/Supply in the Short-run
March	21	Long-run Aggregate Demand/Supply. Ch. 24; Ch. 28: 717-722; Ch. 30: 764-69
	24	Aggregate Demand and Aggregate Supply Shocks. Ch. 23, 582-586 Problem Set: Aggregate Demand/Supply in the Long-run
March	24	FRIDAY: MULTIPLE CHOICE TEST #2 (Macro): 10:00 - 11:00 AM EXAM ROOMS TBA
March	28	Flexible Exchange Rates. Ch. 35, 893-904
March	31	FRIDAY: Make-up Exam 10:00AM – 11:30 AM EXAM ROOM TBA
April	4	Fixed Exchange Rates and Monetary Policy; Ch. 35, 919-924 Problem Set: Balance of Payments and Exchange Rates