

University of Toronto: Department of Economics

ECO102H1 F L0101: Principles of Macroeconomics
Fall, 2018: T 2-4 PM and F 10-11AM in BR200

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Office Hours: W: 12:30 – 2:00 PM in UC44

TEXTBOOK: *Macroeconomics*, Christopher Ragan (15th Canadian Edition, 2017).
(Recommended, not required; any previous edition is almost as good)

EVALUATION

Warm-Up	First 2 Weeks: Answer Survey: www.warmup.utoronto.ca			1% of Grade
Test 1	Multiple Choice	October 5	10:00 – 11:00 AM	16% of Grade
	Surname A-L: EX310; Surname M-Z: EX320			
Midterm	Diagram/Calculate/MC	October 30	2:00 – 4:00 PM	33% of Grade
	Surname A-L: EX300; Surname M-Z: EX320			
Final Exam	Diagram/Calculate/MC	Final Exam Period (December)		50% of Grade

The Test, Midterm, and Final are cumulative; i.e., they each cover all the material from the beginning of the course. Students who miss the test or the midterm must email me a scanned copy of a medical document within one week of the exam to write a make-up from **10 AM–12 Noon on November 16**, which covers the same material as the midterm even if you only missed the test. Note that this make-up is after the drop-date and that you don't get your exam back, though you may look at it.

The test is an hour long multiple-choice exam but the midterm (2 hours) and the final (3 hours) are divided into multiple-choice and analytic/diagrammatic/calculation/explanation questions. Sample copies of the test and midterm are in the package and on the website.

LECTURES NOTES/PROBLEM SETS/SAMPLE EXAMS

I will sell a package of Lecture Notes, Problem Sets, and Practice Exams 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.

TUTORIALS/OFFICE HOURS (TAs):

Teaching Assistants provide tutorials every week to clarify the problem sets and also hold office hours for individual consultation on problems. There will be 4 hours of tutorials each week but each hour is essentially the same so you can choose whatever times you'd like.

Friday
11AM-12PM: UC330
12PM - 1PM: UC330
1PM – 2PM: UC144
2PM – 3PM: UC144

LECTURE AND READING SCHEDULE

Sept.	7	Overview
Sept.	11	Business Cycles and Unemployment. Ch. 19, 443-450; Ch. 30, 725-746
Sept.	14	Price Indices. Ch. 19, 450-54.
Sept.	18	Price Indices and Inflation. Ch. 20: 474-477
		Problem Set: Price Indices and Unemployment
Sept.	21	Gross Domestic Product (GDP). Ch. 20, 465-468
Sept.	25	National Accounts: Expenditure and Income. Ch. 20, 468-474
		Problem Set: National Accounts
Sept.	28	Aggregate Expenditure (AE): Consumption (C). Ch. 21, 485
Oct.	2	AE: $C + I$ (Investment) and Equilibrium. Ch. 21, 494-507
		Problem Set: Consumption/Investment
OCT.	5	MC TEST: 10:00 – 11:00 AM
Oct.	9	Equilibrium: $C + I + G + X - IM = Y$. Ch. 22, 512-532
Oct.	12	Multipliers: Ch. 22, Appendix; Fiscal Policy. Ch. 31: 751-767
		Problem Set: MacroModel
Oct.	16	Money and Banking. Ch. 26, 615-22; Money Supply. Ch. 26, 623-637
		Problem Set: Money Supply
Oct.	19	Money Supply. Ch. 26, 623-637
Oct.	23	Money Demand. Ch. 27: 643-651
		Problem Set: Money Demand/Supply and Equilibrium
Oct.	26	Equilibrium Money and Interest Rate. Ch. 27, 651-54
OCT.	30	MIDTERM: 200AM – 4:00 PM
Nov.	2	Bank of Canada and Monetary Policy. Ch. 28, 670-678
Nov.	13	Money and GDP Equilibrium. Ch. 21, 495; Ch. 27, 653-656; Ch. 31, 763-64
		Problem Set: Money and GDP Equilibrium
Nov.	16	Aggregate Demand. Ch. 23, 533-39
Nov.	20	Aggregate Supply and Short-run Equilibrium. Ch. 23, 539-549
		Problem Set: Aggregate Demand/Supply in the Short-run
Nov.	23	Long-run Aggregate Demand/Supply. Ch. 24; Ch. 28: 707-714
Nov.	27	Aggregate Demand and Aggregate Supply Shocks.
		Problem Set: Aggregate Demand/Supply in the Long-run
Nov.	30	Balance of Payments and Flexible Exchange Rates. Ch. 34, 824-856
Dec.	4	Fixed Exchange Rates and Monetary Policy; Ch. 34, continued
		Problem Set: Balance of Payments and Exchange Rates