

Class Title	Monetary Economics
Semester	Fall
Credit	2
Instructor	Shin-Ichi Nishiyama
E-mail	To be announced at the class
Office Hour	Tuesday, 12:00-13:00
Time	Tuesday, 10:30-12:00
Place	Seminary Room 3
Course Objectives and Outline	
<p>This course is about graduate-level Monetary Economics. The level of this course is set comparable to those taught at 2nd year graduate courses in the U.S. economics graduate schools. Monetary Economics can be thought to be an extended field of Macroeconomics, which emphasizes the importance of nominal rigidities in the economy as opposed to real rigidities. Since this course is targeted for the second-year graduate students in economics, the students who wish to take this course <u>MUST</u> take Microeconomics I, II, Macroeconomics I, II, and Econometrics I, II prior to this course. (The students who are interested in Finance or Corporate Finance should take the courses offered under 'Subjects in Management').</p>	
Learning Goal	
<p>After taking this course, you should be able to understand the articles appearing in the academic journals such as Journal of Monetary Economics, Journal of Money, Credit, and Banking, etc.</p>	
Course Content	
<p>The topics in this lecture may include the followings:</p> <ul style="list-style-type: none"> - Money-in-the-Utility Function - Cash-in-Advance Model - Money in the Short-run: Informational and Portfolio Rigidities - Money in the Short-run: Nominal Price and Wage Rigidities - Discretionary Policy and Time Inconsistency - New Keynesian Monetary Economics - Financial Markets and Monetary Policy 	

Course Schedule (Tentative)
Week 1) Orientation and Introduction
Week 2) Money-in-Utility function
Week 3) Money-in-Utility function (ct'd)
Week 4) Cash-in-Advance Model
Week 5) Cash-in Advance Model (ct'd)
Week 6) Money in the Short-run: Informational and Portfolio Rigidities
Week 7) Money in the Short-run: Informational and Portfolio Rigidities (ct'd)
Week 8) Money in the Short-run: Nominal Price and Wage Rigidities
Week 9) Money in the Short-run: Nominal Price and Wage Rigidities (ct'd)
Week 10) Discretionary Policy and Time Inconsistency
Week 11) Discretionary Policy and Time Inconsistency (ct'd)
Week 12) New Keynesian Monetary Economics
Week 13) New Keynesian Monetary Economics (ct'd)
Week 14) Financial Markets and Monetary Policy (time allowing)
Week 15) Final Exam
Assessment Criteria
Based on the final examination (50%) and assignments (50%)
Textbook and Reading List
Carl E. Walsh, <u>Monetary Theory and Policy</u> , third edition, MIT Press, 2011. (Required)
Note (Requirements)
You MUST take all Microeconomics I, II, Macroeconomics I, II, and Econometrics I, II prior to taking this course.