

Course title: Economic Analysis		
Lecturer: Marko Malović		
Course status: Required, Second Semester		
ECTS: 12		
Requirements: working knowledge of intermediate international finance, intertemporal budget constraints, (at least) basic statistics and microeconomic foundations of optimisation in macroeconomics and finance		
Course aims: Familiarising PhD candidates with modern findings, methods and key questions and problems of economic analysis, particularly in open-economy macro, with emphasis on international financial crises. Economic Analysis offers a thorough training in theoretical concepts, methods and techniques in open-economy macro, resulting in development of competencies for advanced scientific research and top management in both public and financial sector.		
Course outcome In the realm of international financial crises, students will be able to understand, follow and analyze the key macro and financial phenomena as well as their econometric treatment, recognize the impact and the interdependence among modern finance, its macroeconomic surrounding and economic policies. Course should equip the students with expertise to propose solutions for ongoing macrofinancial challenges with international repercussions. Students will be prepared for independent research in finance, economics and business.		
Course contents: Introduction to "pure theory" of country risk Justification of foreign indebtedness and repayment incentive theories Transfer problem and dynamics of economic growth Foreign debt restructuring: strategic analysis of interests Situational bargaining theory Debt forgiveness and market modalities of debt reeducation Balance of payments and currency crises (first and second generation crises) International financial crises of third and fourth generation Financial contagion and evaluation of econometric techniques for forecasting international financial crises		
Recommended Literature: Reading list 1. Malović, M. "Strategijska analiza upravljanja spoljnim dugom", CID Ekonomskog fakulteta, Univerzitet u Beogradu, 2002 2. Malović, M. "Međunarodne finansijske krize", CID Ekonomskog fakulteta, Univerzitet u Beogradu, 2006 3. Reinhart, C. and Rogoff, K. "This Time is Different- Eight Centuries of Financial Folly", Princeton University Press, 2009		
Further Reading 1. Obstfeld, M. and Rogoff, K. "Foundations of International Macroeconomics", MIT Press, Second Edition, 1998 2. Vegh, C. "Open-Economy Macroeconomics in Developing Countries", MIT Press, 2013 3. Various journal articles and handouts		
Workload per week:	Lectures: 4	Study research: 6
Teaching methods: Lectures, consultations, independent and group work, discussion groups, use of software, project development, case studies.		
Knowledge assessment: Project/paper outline and writing – 30%, Presentation of the project/paper – 20% , Final exam - 40%		