

Liverpool John Moores University

Title: MACROECONOMICS FOR BANKING AND FINANCE
Status: Definitive
Code: **7510AE** (103470)
Version Start Date: 01-08-2011

Owning School/Faculty: Liverpool Business School
Teaching School/Faculty: Dublin Business School

Team	Leader
Graham Padgett	Y

Academic Level: FHEQ7
Credit Value: 15.00
Total Delivered Hours: 38.00
Total Learning Hours: 150
Private Study: 112

Delivery Options

Course typically offered: Runs Twice - S1 & S2

Component	Contact Hours
Lecture	20.000
Seminar	6.000
Tutorial	10.000

Grading Basis: 40 %

Assessment Details

Category	Short Description	Description	Weighting (%)	Exam Duration
Essay	AS1	Assignment - either individually or in groups.	30.0	
Exam	AS2	Examination	70.0	2.00

Aims

To provide students with a broad, comprehensive introduction to orthodox macroeconomic policy with the aim of offering a base to review critically contemporary macroeconomic policy.

To provide students with an understanding of the historical shifts in macroeconomic policy between government interventionist and laissez-faire stances.

To provide students with an understanding of the approaches to macroeconomic policy from differing schools of economic thought.

Learning Outcomes

After completing the module the student should be able to:

- 1 Demonstrate the importance of economic historical contexts to an understanding of the evolution of macroeconomic policy.
- 2 Distinguish between and offer some critical interpretations of the competing schools of thought in contemporary macroeconomics.
- 3 Illustrate and assess the terms of the debates over the causes of unemployment, the causes of inflation and the policy responses to them.
- 4 Apply macroeconomic models to current and emerging economic policy issues.
- 5 Evaluate the debate within macroeconomics over the effectiveness of stabilisation policy.
- 6 Determine the causes of economic fluctuations and economic growth in the global economy.

Learning Outcomes of Assessments

The assessment item list is assessed via the learning outcomes listed:

essay	1	2	3	4	5	6
EXAM	1	2	3	4	5	6

Outline Syllabus

Importance of economic history to an understanding of the evolution of macroeconomic policy. Classical economics, the Great Depression and the rise of Keynesian.

Macroeconomic theories, models and techniques with particular reference to financial markets – business cycles and economic growth, uncertainty, monetary policy, inflation and the labour market. Monetary policy of various central banks, interconnection between asset, money, credit market and the real economy. Effect of government, monetary policy, exchange rate policy on individual countries, the global economy and financial markets. Causes of economic fluctuations and economic growth.

Macroeconomic stability – two key components – price stability (avoiding both inflation and deflation) and sound government finances. Focus on why and how the achievement of macro-stability has come to be regarded as a major objective of governments. Analysis of business fluctuation and unemployment and explain how fiscal and monetary policy impacts on the performance of the economy.

Economic gains from trade and economic integration. Adjustment problems created by globalisation. The economic effects of multinational investment and capital mobility. The search for policies that will maximise the potential benefits of

globalisation and minimise potential losses. Exchange rate policy. Current trends and policy issues in the world economy.

Learning Activities

The module will consist of standard lectures, seminars and tutorials. Tutorials are student led using materials relating to historic and current macroeconomic issues.

References

Course Material	Book
Author	Mulhearn, C. & H.R. Vane.
Publishing Year	2007
Title	Keeping the Economy Stable
Subtitle	
Edition	
Publisher	Oxford University Press
ISBN	

Course Material	Book
Author	Mulhearn, C., H.R. Vane & J. Eden
Publishing Year	2001
Title	Economics for Business,
Subtitle	
Edition	
Publisher	Palgrave
ISBN	

Course Material	Book
Author	Mulhearn, C. & H.R. Vane
Publishing Year	1999
Title	Economics,
Subtitle	
Edition	
Publisher	Macmillan
ISBN	

Course Material	Book
Author	Parker, R.E.
Publishing Year	2002
Title	Reflections on the Great Depression
Subtitle	
Edition	

Publisher	Cheltenham: Edward Elgar
ISBN	

Course Material	Book
Author	Skidlesky, R
Publishing Year	1992
Title	John Maynard Keynes, Volume 2: The Economist as Saviour
Subtitle	
Edition	
Publisher	Basingstroke: Macmillan
ISBN	

Notes

lectures and exam