 Aggregate Economics Seminar
Economics 137
Fall 2003
Professor Roger Craine

Notices are posted on the class web site:

http://emlab.berkeley.edu/users/webfac/craine/e137_f03/e137.shtml

Syllabus

This is a tentative outline of the projects and dates. The * readings are in the Economics 137 Reader available at Copy Central, 2560 Bancroft Way.

Date
August 26 Introduction

September 2 Project: Efficient Markets Hypothesis and Bubbles

Efficient Markets
Malkiel*, JEP 2003
Shiller*, JEP 2003
Read the efficient markets chapter in any good finance text, eg, Bodie, Kane, and Marcus, 2002, Investments, Chapter 12

Bubbles
Shiller, 2000, Irrational Exuberance

September 9 Library: How to find data

September 16 Efficient Markets Hypothesis test results

Project: Forward Premium Model
Froot and Thaler*, JEP 1990
Bodie, Kane, and Marcus, 2002, Chapter 23

September 23 Forward Premium Test Results
Edwards*, Hedge Funds, JEP 1999

September 30 Capital Asset Pricing Model
October 7  CAPM Test Results
Monetary Policy Surprises
Craine and Martin*, 2002, Monetary Shocks and Security Market Responses

The remainder to the semester consists of work on the large project and a class report.