

MACROECONOMICS

FIRST HALF – ECONOMIC GROWTH

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E. CROSS-COUNTRY INCOME DIFFERENCES

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SECOND HALF – BUSINESS CYCLES

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A. OVERVIEW

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3. Discussion and Evaluation

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5. RBC Models with Non-Neoclassical Features

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*Roger Farmer and Jang-Ting Guo, 1994. "Real Business Cycles and the Animal Spirits Hypothesis," *Journal of Economic Theory* 63(1): 42-72.

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C. MONETARY BUSINESS CYCLES

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*Romer, Chapter 6.

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2. Propagation and Delayed Effects of Shocks

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- *Lawrence Christiano, Martin Eichenbaum, and Charles Evans, 2005. "Nominal Rigidities and the Dynamic Effects of a Shock to Monetary Policy," *Journal of Political Economy* 113 (1): 1-45.

3. Effects of Real Shocks

3.a. Technology shocks

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D. THEORY OF ECONOMIC POLICY

1. Optimal Policy

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