

THIRD PART: MACROECONOMICS

Topic 6. Measuring aggregate production and income

6.1 Basic macroeconomic concepts and macro-magnitudes

6.2 Fluctuations and economic cycles

Reading material:

- Krugman, P. *Essentials of Economics*. Chapters 14 and 15

Topic 7. An aggregate supply - aggregate demand model

7.1 Aggregate demand: consumption, investment, public expenditure and net exports

7.2 Aggregate supply: determinants

7.3 The determination of equilibrium: income and price level

Reading material:

- Krugman, P. *Essentials of Economics*. Chapter 16

Topic 8. Financing the economy

8.1 Money: concept, kinds and functions

Reading material:

- Krugman, P. *Essentials of Economics*. Chapter 18

Topic 9. Economic policy

9.1 Demand policies: fiscal policy and monetary policy

Reading material:

- Krugman, P. *Essentials of Economics*. Chapters 17 and 18

References

Krugman, P.; Wells, R.; Olney, M. (2007) *Essentials of Economics*. Worth Publishers.