

EXCHANGE RATE ECONOMICS

1	Course Title:	EXCHANGE RATE ECONOMICS	
2	Course Code:	IKT6109	
3	Type of Course:	Optional	
4	Level of Course:	Third Cycle	
5	Year of Study:	1	
6	Semester:	1	
7	ECTS Credits Allocated:	3.00	
8	Theoretical (hour/week):	2.00	
9	Practice (hour/week):	0.00	
10	Laboratory (hour/week):	0	
11	Prerequisites:	None	
12	Language:	Turkish	
13	Mode of Delivery:	Face to face	
14	Course Coordinator:	Prof. Dr. EMİN ERTÜRK	
15	Course Lecturers:	Prof.Dr. Emin ERTÜRK	
16	Contact information of the Course Coordinator:	Prof.Dr. Emin ERTÜRK eerturk@uludag.edu.tr, +902242941086, Uludağ Üniversitesi,Görükle Kampüsü,İİBF, Dekanlık 4. Kat, Nilüfer, Bursa, TÜRKİYE	
17	Website:		
18	Objective of the Course:	To deepen the knowledge on monetary aspect of international economic relations.	
19	Contribution of the Course to Professional Development:		
20	Learning Outcomes:		
		1	To gain further knowledge on international monetary system.
		2	To learn more and compare the characteristics of fixed and flexible Exchange rates.
		3	To learn more on the process of Exchange rate determination.
		4	To study the theories explaining Exchange rate formation via commodity and service flows.
		5	To study the theories explaining Exchange rate formation via capital flows.
		6	To gain further knowledge on Exchange rate systems in a historical perspective.
		7	To gain further knowledge on the Bretton-Woods system and study the explanations of its demise.
		8	To study the determinants of Exchange rate.
		9	To study the Exchange rate markets and transactions in this particular market.
		10	To learn and study the role of futures transactions in Exchange rate markets and Exchange rate formation.
21	Course Content:		
		Course Content:	
Week	Theoretical	Practice	
1	Introductin:From Money to Exchange rate		

2	Fixed Exchange Rates: Areas of implementation, gains and costs.	
3	Flexible Exchange Rates: Areas of implementation, gains and costs.	
4	Risk Management: Futures transactions, actors and their actions.	
5	Management of Exchange Rates:Crawling parity,currency areas and monetary unions.	
6	Case studies	
7	Crisis and Crisis Management	
8	Exchange Rate Determination: The Flow Model, PPP, the Monetary approach AND Keynesian approach	
9	Approaches based on Capital Flows,the Mundell- Flemming(MF) Model	
10	Sticky prices and expectations, extention of the MF model.	
11	Modern Monetary Approaches:Frenkel, rational, adabtive and regressive expectations.	
12	Chaos and the Exchange rate market, chaotic determinism.	
13	Stock-Flow Models:Currency substitution, the Ricardian equivalence theorem	
14	Cost of exchange rate volatility	

Activites	Number	Duration (hour)	Total Work Load (hour)
Theoretical	14	2.00	28.00
Practicals/Labs	0	0.00	0.00
Self study and preperation	14	2.00	28.00
Homeworks	1	15.00	15.00
Projects	1	0.00	0.00
Field Studies	0	0.00	0.00
Midterm exams	1	0.00	0.00
Others	0	0.00	0.00
Final Exams	1	17.00	17.00
Total Work Load			88.00
Total work load/ 30 hr			2.93
ECTS Credit of the Course			3.00
			Essays in Positive Economics, University of Chicago

23	Assesment	
TERM LEARNING ACTIVITIES	NUMBE R	WEIGHT
Midterm Exam	0	0.00
Quiz	0	0.00
Home work-project	1	50.00
Final Exam	1	50.00
Total	2	100.00
Contribution of Term (Year) Learning Activities to Success Grade		50.00
Contribution of Final Exam to Success Grade		50.00

Total									100.00							
Measurement and Evaluation Techniques Used in the Course																
24	ECTS / WORK LOAD TABLE															
25	CONTRIBUTION OF LEARNING OUTCOMES TO PROGRAMME QUALIFICATIONS															
	PQ1	PQ2	PQ3	PQ4	PQ5	PQ6	PQ7	PQ8	PQ9	PQ10	PQ11	PQ12	PQ13	PQ14	PQ15	PQ16
ÖK1	5	4	4	3	2	2	2	2	4	5	5	4	0	0	0	0
ÖK2	5	5	3	4	4	3	5	4	4	5	5	4	0	0	0	0
ÖK3	5	5	2	5	4	3	5	4	4	5	5	4	0	0	0	0
ÖK4	5	4	4	5	3	3	5	4	4	5	5	4	0	0	0	0
ÖK5	5	5	5	5	5	4	4	4	5	5	5	4	0	0	0	0
ÖK6	1	5	4	4	5	4	2	1	5	4	4	3	0	0	0	0
ÖK7	5	4	4	5	4	2	2	3	5	2	5	3	0	0	0	0
ÖK8	2	5	5	5	5	4	2	4	4	3	4	3	0	0	0	0
ÖK9	3	3	1	5	2	4	1	5	4	3	2	3	0	0	0	0
ÖK10	5	4	5	5	5	4	5	1	5	5	1	3	0	0	0	0
LO: Learning Objectives PQ: Program Qualifications																
Contribution Level:	1 very low			2 low			3 Medium			4 High			5 Very High			