

SYLLABUS DE COURS 2022-23

Année d'étude - parcours	L1 International Economics
Intitulé du cours	<i>CORE 3 : Labor and Capital Markets</i>
Numéro de l'UE	5CIL2B1M / 5CIL2D1M
Volume horaire (en heures maquettes)	17.5 / 4
Objectifs et compétences développées	CORE 3 completes the previous two CORE modules of the academic year by focussing on two markets with special characteristics, namely the labour market and the markets for credit and money (capital markets). Both markets work differently than the markets for goods and services the students have come to know in the previous models, the labour market being dominated by principal-agent problems that makes it impossible for them to adjust entirely via price mechanisms. Besides, both of them are key to understanding macroeconomic issues such as unemployment and the role of central banks in both regulating the banking system and monetary policy. Besides, both markets play a crucial role in determining the extent at which capitalist economies may generate inequalities.
Contenu et moyens pédagogiques	<ol style="list-style-type: none"> 1) Theory of the firm <ol style="list-style-type: none"> i. Firms as organizations ii. Principal-agent issues iii. Wage setting and labour demand 2) Labour market <ol style="list-style-type: none"> i. Real wages ii. Wage and price setting curves iii. Market equilibrium iv. Impact on income distribution v. Trade unions & Labour policy 3) Capital markets <ol style="list-style-type: none"> i. Money and wealth : definitions ii. Consumption, saving, lending and investment choices iii. Inequality issues iv. Money market, banks' risks and the role of central banks
Pré-requis	CORE 1 and 2 (or equivalent]
Modalités d'évaluation	<ol style="list-style-type: none"> A) Intermediate test (exercices and/or commenting a short text) B) Final test (exercices and/or commenting a short text) C) Bonus for active participation in class Final note : $60\% * \max(A,B) + 40\% * \min(A,B) + C$
Références bibliographiques	<ul style="list-style-type: none"> • Support: slides (pre-loaded on Moodle) • Textbook : The CORE Team (2017) The Economy : Economics for a Changing World, Oxford University Press (open access : https://www.core-econ.org/)

CLASS CALENDAR

day	hours	room	Topic/Activity	Resources	Slides
28-Feb	09h45-11h30	H1-211 *	Introduction to the course; Firms and labour: context and key questions; Firms and their organization (principal-agent issues); Wage setting and labour demand /1	CORE "The Economy" (red book) - Unit 6	Unit-6-The-firm FLIX EDITED.pptx
01-Mar	09h45-11h30	C2-001 RDC	Wage setting and labour demand /2	CORE "The Economy" (red book) - Unit 6	Unit-6-The-firm FLIX EDITED.pptx
07-Mar	15h00-16h45	H1-211 *	Questions and exercises ; Text discussion (Unit 6)	<ul style="list-style-type: none"> Unit 6 test bank (on Moodle) Readings, as listed in slides 	Unit-6-The-firm FLIX EDITED.pptx
08-Mar	09h45-11h30	C2-001 RDC	Labour market: key questions and indicators; How the labour market works: real wage and the wage setting curve	CORE "The Economy" (red book) - Unit 9	Unit-9-The-labour-market FLIX EDITED.pptx
14-Mar	13h15-15h00 [LAB]	H1-211 *	How the labour market works: price setting curve and market equilibrium	CORE "The Economy" (red book) - Unit 9	Unit-9-The-labour-market FLIX EDITED.pptx
14-Mar	15h00-16h45	H1-211 *	Labour market and income distribution; Role of trade unions and labour policies	CORE "The Economy" (red book) - Unit 9	Unit-9-The-labour-market FLIX EDITED.pptx
15-Mar	09h45-11h30	C2-001 RDC	Questions and exercises ; Text discussion (Unit 9)	<ul style="list-style-type: none"> Unit 9 test bank (on Moodle) Readings, as listed in slides 	Unit-9-The-labour-market FLIX EDITED.pptx
21-Mar	13h15-15h00 [LAB]	H1-211 *	Questions and exercises ; Text discussion (Units 6 & 9)	<ul style="list-style-type: none"> Units 6 & 9 test bank (on Moodle) Readings, as listed in slides 	Unit-9-The-labour-market FLIX EDITED.pptx
21-Mar	15h00-16h45	H1-211 *	Capital markets: Context and key questions; Money and wealth: definitions; Consumption and saving choices /1	CORE "The Economy" (red book) - Unit 10	Unit-10-The-credit-market FLIX EDITED.pptx
22-Mar	09h45-11h30	C2-001 RDC	Capital markets: Consumption and saving choices /2; Saving, lending and investing; Inequality issues; Wealth (reprise)	CORE "The Economy" (red book) - Unit 10	Unit-10-The-credit-market FLIX EDITED.pptx
28-Mar	13h15-15h [LAB]	H1-211 *	<i>no class</i>		
28-Mar	15h00-16h45	H1-211 *	INTERMEDIATE TEST (exercises units 6&9)		--
29-Mar	09h45-11h30	C2-001 RDC	<i>no class</i>		
04-Apr	13h15-15h [LAB]	H1-211 *	Capital markets: Banks and the money market; Risk exposure of banks	CORE "The Economy" (red book) - Unit 10	Unit-10-The-credit-market FLIX EDITED.pptx
04-Apr	15h00-16h45	H1-211 *	Correction of intermediate test; Questions and exercises ; Text discussion (Unit 10)	<ul style="list-style-type: none"> Unit 10 test bank (on Moodle) Readings, as listed in slides 	Unit-10-The-labour-market FLIX EDITED.pptx
05-Apr	09h45-11h30	C2-001 RDC	Questions and exercises ; Text discussion (Unit 10)	<ul style="list-style-type: none"> Unit 10 test bank (on Moodle) Readings, as listed in slides 	Unit-10-The-labour-market FLIX EDITED.pptx
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TBA	tba	tba	FINAL TEST (exercises unit 10)		

(last update : 18/02/2023)