

Principles of Economics 2 (6 ECTS)

This course continues building on the theoretical foundation of Principles of Economics 1, as in this course students will be introduced to Macroeconomics, and the terms and foundations of this area of economics. Therefore, this course covers topics such as distribution of income and poverty; basic macroeconomic aggregates and system of national accounts, aggregate supply and demand, multiplier in open and closed economy; the banking system and its significance for economic development, central banks, inflation and price stabilization, indebtedness; open economy – trade, exchange rate policy, comparative advantages and protectionism, and much more. Students will learn how to use basic analytical tools and models in order to critically analyze and interpret aggregate macroeconomic variables, and engage in cross-country comparisons.