

Potential Topics for Group Projects

- Sustainability of Current Account Deficits: Different points of view and empirical evidence from previous Balance of Payment crises.
- Home bias in financial markets: Do investors hold a more than proportional share of domestic assets — empirical evidence and explanations.
- European Central Bank vs. Federal Reserve: differences and similarities in setup, operational procedures, and monetary policy.
- Investment Strategies that exploit Exchange Rate Movements: Proposals and how they would have performed in the past.
- The Argentinian Crisis: Problems and Solutions.
- The role of Islamic Banking in the global financial system.
- Towards a new global fixed-exchange-rate regime: pros and cons.
- The Tobin Tax: Avoiding speculative excesses or hindering international capital flows?
- The special Dollar-Yen relationship: An upside down currency crisis?
- Feel free to propose your own.

Important: You are expected to work on your project in groups of 3–4 students. In order to produce the best possible results, please ensure that the composition of your group is as diverse as possible.