

Lecture as part of the Teaching Assistantship Programme 2017

Remittance Inflows and Monetary Policy Transmission in Developing Countries

Organizational details

Instructor: Immaculate Machasio

Date: May 10, 2017 from 16.00 to 18.00 h

Location: Campus Wirtschaftswissenschaften, Licher Strasse 68, D-35390 Giessen, room 024 (HS 024)

Content

Remittances are transfers of money by migrant workers to their home countries. Monetary policy on the other hand consists of actions of a central bank that determine the size and growth of money supply, which in turn has an impact on other macroeconomic variables. This lecture analyzes the effectiveness of monetary policy under two remittances regimes. In principle, literature explaining the cyclical nature of remittances is inconclusive. If remittances happen to be procyclical, they ought to pose a challenge to monetary policy because the contractionary measure will be less effective if at the same time remittances increase strongly. The same scenario holds in the case of an expansionary stance under exceptionally weak remittance inflows. The results of the research conducted have important implications for various policy measures in developing countries.

Target group

Students, Doctoral Candidates and Postdocs of all Faculties

Course language

English

Registration

No registration needed