Macroeconomic Theory II  
Part I: Dynamic macro-equilibrium theory  
Ramon Marimon  
Homework #4 (Due February 8, 2005)

1. **Wrapping up.** In Homeworks #1 ex. 3, #2 ex. 2 and #3 ex. 1 you were asked to analyze and compare two OCDE economies. In this last ‘applied’ exercise of Part I you are simply asked to provide a summary account of your findings. That is, if your findings are clear enough by now, you only have to transcribe them in a summary –properly presented– form (one page, not counting graphs or tables). [NOTE: This exercise will be specially counted in your homework grade of Part I]

2. **Standard Matching.** RMT Exercises 26.8 (19.8 in 1st ed.).

3. **European unemployment.** RMT Exercises 26.4 to 26.6 (19.4 – 19.6 in 1st ed.). [NOTE: Strictly speaking, one out of the three will be enough for this homework, two out of the three is advisable, and three out of the three is clearly optional]

Reminder: The Mid-Term exam for Part I (final for this part) is Thursday, February 10, 13:00 to 15:00 in room 40.154. Be on time!