

Xiaodong Liu, Assistant Professor

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Location: Economics 5

Meeting Times: TR 12:30 – 1:45 pm

Office Hours: W 1:00 – 4:00 pm

Course Description:

Econ 8838 is an advanced level econometrics course that focuses on the analysis of individual-level data. It covers econometric methods based on the general linear and nonlinear models for cross-section data and panel data. Numerical and simulation-based computational techniques in estimation will also be addressed. If time permits, spatial and social interaction models will be introduced.

Text:

Microeconometrics, A. C. Cameron and P. K. Trivedi, Cambridge, 2005.

Other Useful Books:

T. Amemiya, *Advanced Econometrics*, Harvard University Press, 1985.

R. Davidson and J. G. MacKinnon, *Econometric Theory and Methods*, Oxford University Press, 2004.

William H. Greene, *Econometric Analysis*, 5th edition, Prentice Hall, 2003.

Prerequisites:

Economics 7818 and 7828, and the material in Chapter 4 and Appendix A of the text.

Tentative Course Outline:

1. Review of Linear Models (Text: Chapter 4).
OLS and WLS estimation.
2. M-Estimation (Text: Chapter 5).
ML and NLS estimation.
3. Discrete and Limited Endogenous Variables - Part A (Text: Chapters 14 and 15).
Probit and Logit models; multinomial models.
4. Discrete and Limited Endogenous Variables - Part B (Text: Chapter 16).
Models for censored and selected samples.
5. Generalized Method of Moments (Text: Chapter 6).
2SLS and GMM estimation.
6. Linear Panel Data Models (Text: Chapters 21 and 22).
Fixed and random effects models.
7. Simulation-Based Methods (Text: Chapter 12).
Maximum simulated likelihood estimation; Moment-based simulation estimation.

University Policies:

University policies regarding classroom behavior are available at <http://www.colorado.edu/policies/classbehavior.html> and at http://www.colorado.edu/studentaffairs/judicialaffairs/code.html#student_code

Information regarding the University Honor Code is available at <http://www.colorado.edu/policies/honor.html> and at <http://www.colorado.edu/academics/honorcode>. The Honor Code Council can be contacted by email at honor@colorado.edu or by telephone at 303-725-2273.

University policies regarding disabilities are available at <http://www.colorado.edu/disabilityservices>. Disability Services can be contacted by telephone at 303-492-8671, or in person at Willard 322.

University policies regarding religious practice are available at http://www.colorado.edu/policies/fac_relig.html.

University policies regarding Sexual Harassment and Amorous Relationships are available at <http://www.colorado.edu/odh/>. The Office of Discrimination and Harassment can be reached by telephone at 303-492-2127. The Office of Judicial Affairs can be reached at 303-492-5550.