Course description
This is an introductory course in mathematics for economic analysis, aimed at MA students
with background in both economics and mathematics. The course consists of three parts.
In the first, we introduce some concepts from linear algebra. The second part is devoted
to multivariate calculus and constrained static optimization. The last section provides an
introduction to differential equations and dynamic systems.

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Blackboard website
Use your Kerberos password to access the course site on Blackboard Learn.

Recommended texts
of the textbooks have been ordered by the BU bookstore.

Prerequisites
Students are expected to be familiar the material covered in chapters 2-5 and A2 in SB (one-
variable calculus/optimization, logarithmic and exponential functions and their derivatives,
and basic trigonometry).

Exercises
A set of assignments will be distributed throughout the semester. These need not be handed
in and will not count towards the grade. Solutions will be posted on the course website.

Examination
There will be two midterm tests and a final exam. The exam dates are:
Midterm 1: Oct 2
Midterm 2: Nov 6
Final: TBA

Make-up exams
No make-up exams will be given unless acceptable reasons can be provided as defined by the
university.
Classroom conduct and participation
Students are expected to attend all lectures. Each lecture will build on the knowledge acquired in the previous one and, if you miss a class, you are responsible for getting the lecture notes from your classmates. Please do not use electronic devices such as phones, ipads, computers, etc. during the lectures.

Academic conduct
It is a student’s responsibility to know and understand the provisions of the CAS Academic Conduct Code. Cases of suspected academic misconduct will be referred to the Dean’s Office.

Course outline
Below is a preliminary list of topics. Some deviations from the actual schedule may be necessary as the class progresses. Students are responsible for attending classes and learning of any changes in the schedule. The readings refer to the text by Simon and Blume.

I. Linear algebra
   Linear systems
   Matrix algebra
   Linear independence and basis
   Vector spaces
   Linear transformations
   The determinant function
   Parametric expressions
   Inner product and norm
   Convexity
   Readings: 7.1-4 8.1-4, 9, 10.1-6, 11

II. Multivariate calculus and optimization
   Open sets, closed sets, compact sets
   Calculus (gradients, total derivatives, directional derivatives)
   Implicit function theorem
   Quadratic forms
   Unconstrained optimization
   Constrained optimization
   Value functions
   Envelope theorems
   Comparative statics
   Readings: 12, 13, 14, 15.1-3, 16.1-2, 17.1-4, 18.1-6, 19.1-5

III. Dynamic analysis
   Integration
   First-order ordinary differential equations
   Second-order ordinary differential equations
   Eigenvalues and eigenvectors
   Systems of differential equations
   Stability
   Phase diagrams and phase portraits
   Linearization of nonlinear ordinary differential equations