

Course Unit Title:	Monetary and Financial Institutions in a Global Setting
Course Unit Code:	ECO475
Type of Course Unit: (Compulsory/Optional)	Optional
Level of Course Unit: (first, second or third cycle)	Bachelor (1 st Cycle)
Year of Study:	3 or 4
Semester when the unit is delivered:	5 or 6 or 7 or 8
Number of ECTS credits allocated:	6
Name of lecturer(s):	TBA
Learning Outcomes of the course unit:	
<p>Upon successful completion of this course students should be able to:</p> <ul style="list-style-type: none"> • Explain the functions of the financial institutions in the economy • Describe and explain the structure and governance of banking institutions and central banks • Identify the most commonly used theoretical models of monetary and financial relations between national economies • Discuss the evidence concerning purchasing power and international capital movements • Discuss debates over alternative exchange-rate regimes in their historical context, with particular reference to current controversies; be familiar with the main facts and models of currency crises 	
Mode of Delivery:	Face- to- face
Prerequisites and co-requisites:	ECO101, ECO102, ECO350
Recommended optional program components:	None
Course Contents:	
<p>Objective: The aim of the course is to examine the role of monetary and financial institutions in an open economy framework. The scope, responsibilities and functions of monetary authorities (central banks) in implementing monetary policy for stabilization purposes is examined in the context of a globalized environment. The new role and new challenges of international financial agencies (such as the IMF) are also analyzed.</p> <p>Description: Topics to be covered include: Overview of Financial Markets; the Term Structure of Interest Rates; Functioning of the Foreign</p>	

<p>Exchange Market. The Role of Money in the Economy. Financial Institutions; the Blurring of Industry Boundaries in the Financial System; the changing Role of the Banking System; The Role of Non-Banking Financial Institutions: The Insurance Sector; the Stock Exchange; the Capital Market. Central Banking and the Conduct of Monetary Policy under Different Exchange Rate Regimes: Goals and Targets; Tools of Monetary Policy: and Overview Structure of Central Banking Systems The International Financial System: The Changing Role and New Challenges of the International Monetary Fund Global, regional, and National Monetary Policy Implementation The Federal Reserve System: Purpose , Organization, and Functions The European Central Bank: Purpose , Organization, and Functions The Central Bank of Cyprus: Purpose , Organization, and Functions Current Issues and Recent Developments in Central Banking. Recent developments and contemporary issues pertaining to the subject-matter of the course.</p>											
<p>Recommended or required reading:</p>	<p>McCallum : MONETARY ECONOMICS: THEORY AND POLICY, Prentice-Hall Frederick Mishkin : THE ECONOMICS OF MONEY, BANKING AND FINANCIAL INSTITUTIONS, (Addison Wesley) Howells & Bain : FINANCIAL MARKETS AND INSTITUTIONS, Prentice Hall Rivera-Batiz, Francisco and Louis: INTERNATIONAL FINANCE AND OPEN ECONOMY MACROECONOMICS, Latest Edition, Prentice-Hall Kaufman George : THE U.S. FINANCIAL SYSTEM, Latest Edition, Prentice-Hall Daniels Joseph and David VanHoose: INTERNATIONAL MONETARY AND FINANCIAL ECONOMICS, Latest Edition, Harcourt</p>										
<p>Planned learning activities and teaching methods:</p>	<table border="1"> <tr> <td>Class Instruction</td> <td>42 Hours</td> </tr> <tr> <td>Consultation</td> <td>15 Hours</td> </tr> </table>	Class Instruction	42 Hours	Consultation	15 Hours						
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<p>Assessment methods and criteria:</p>	<table border="1"> <tr> <td>Mid – Term Examination</td> <td>30%</td> </tr> <tr> <td>Final Examination</td> <td>40%</td> </tr> <tr> <td>Project</td> <td>20%</td> </tr> <tr> <td>Class Participation</td> <td>10%</td> </tr> <tr> <td></td> <td>100%</td> </tr> </table>	Mid – Term Examination	30%	Final Examination	40%	Project	20%	Class Participation	10%		100%
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Language of Instruction:	English
Work Placement(s):	No
Place of Teaching:	Regular Classroom European University Cyprus, Nicosia