

**Faculty of Science Course Syllabus  
Department of Economics  
ECON 2326 01 MONEY AND BANKING  
SUMMER I 2024**

*Dalhousie University is located in Mi'kma'ki, the ancestral and unceded territory of the Mi'kmaq.  
We are all Treaty people.*

**Instructor:** Don McIver  
**Lectures:** Tues/Thurs 1:35 pm-3:55 pm                      LSC-COMMON AREA C202  
**Office:** Department of Economics, Room A13, 6220 University Ave.  
**E-mail:** dn495504@dal.ca  
**Office Hours:** Tuesday 12:30

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**Course Description and Objectives**

**ECON 2326 Money and Banking**

**CREDIT HOURS: 3**

The course concerns the nature and operation of the financial system with particular reference to the Canadian experience. It investigates financial instruments (including money) and institutions and the social control of the supply of money and credit.

**NOTES:** Approved with Canadian Studies

**FORMAT:** Lecture

**PREREQUISITES:** ECON1101.03, ECON1102.03 with minimum grades of C

**EXCLUSIONS:** ECON3326.03

**Learning Objectives**

This class introduces the fundamental concepts of money and banking and helps to develop the analytical skills of students. It provides an understanding of basic tools and principles of money and banking, financial institutions, and monetary policy in considerable depth within the framework of an undergraduate level class. It also is concerned with the use and application of money and banking, monetary policy and the relevance of this theory in the Canadian context as well as in an international context. This course provides an excellent understanding of cross-country comparison of the core concepts of money and banking in a macroeconomic context.

**Course Materials**

**Required Text:**

*Mishkin, Frederic S. and Serletis, Apostolos (2020). The Economics of Money, Banking and Financial Markets (8th Canadian edition). Toronto: Person Education Canada.*



# DALHOUSIE UNIVERSITY

Details available at:

[https://bookstore.dal.ca/CourseSearch/?course\[\]=SUB,SUMM24,ECON,ECON2326,01&](https://bookstore.dal.ca/CourseSearch/?course[]=SUB,SUMM24,ECON,ECON2326,01&)

**Students are responsible for all relevant sections of the text—whether discussed in class or not.**

## Course Assessment

**Evaluation for the course** will involve four components: weekly quizzes, a mid-term exam, a final exam and a research paper. The weights of each component are indicated.

- Students are expected to be familiar with standard technological requirements to utilize MICROSOFT OFFICE programs and to be able to submit assignments, papers etc. using these technologies.

**Weekly Quiz and participation 20%** A weekly quiz will be administered on-line via BRIGHTSPACE

The weekly on-line quizzes will be subject to deadlines. To encourage student review, the same quiz can be attempted a second time within the deadline—but the score will be determined based on the latest/last attempt. Since extenuating circumstances may occasionally prevent students from completing all quizzes on time, the score on the lowest quiz will be excluded from the average calculation.

- **SINCE QUIZZES ARE CONDUCTED ON-LINE, STUDENTS ARE RESPONSIBLE FOR ENSURING THAT THEY CAN ACCESS AND USE THE UNIVERSITY'S BRIGHTSPACE FACILITY.**
- **IT IS CRUCIAL THAT ALL STUDENTS FAMILIARIZE THEMSELVES WITH BRIGHTSPACE- IN ORDER TO COMPLETE QUIZ AND EXAM REQUIREMENTS. THE RESPONSIBILITY TO ACHIEVE THAT FAMILIARITY REST SOLELY WITH THE STUDENT—HOWEVER THE UNIVERSITY PROVIDES HELP-LINE FACILITIES TO ASSIST. ANY STUDENT ENCOUNTERING DIFFICULTIES SHOULD IMMEDIATELY CONTACT THE BRIGHTSPACE SUPPORT UNIT.**

**Mid-term 25% - MIDTERM EXAMINATION IN CLASS THURSDAY MAY 23rd**

**Research Paper 15% - DUE JUNE 11th** The topic will be: **HOW APPROPRIATE HAS BEEN THE CANADIAN MONETARY POLICY REPOSE TO INFLATIONARY PRESSURES IN RECENT YEARS** (at least 2000 words). Students may elect to join with up to 2 other students to prepare a jointly-authored paper.

**Final exam 40%- THE FINAL EXAM WILL BE CONDUCTED IN-CLASS ON JUNE 20TH.**

**Conversion of numerical grades to Final Letter Grades follows the Dalhousie Common Grade Scale**

A+ (90-100)	B+ (77-79)	C+ (65-69)	D	(50-54)
A (85-89)	B (73-76)	C (60-64)	F	(<50)
A- (80-84)	B- (70-72)	C- (55-59)		

**Course Policies on Missed or Late Academic Requirements**

**Considering that you have one week to complete each of the quizzes, no excuses for late quizzes will be accepted.**

If a student misses the midterm for a valid reason, as defined in Section 16.8 of the University Calendar, then the weight of the midterm will be added to the final exam. If a student performs better on the final exam than on the midterm, then the weight of the midterm will be added to the final exam; i.e. the final exam will count as 65% of the final grade.. If a student misses the final exam for a valid reason, as defined in Section 16.8 of the University Calendar, the student will have the opportunity to write a make-up exam, scheduled after the end of the official exam period.

**Course Content****Weekly Schedule****CLASS OUTLINE OF TOPICS****Course Schedule****TUESDAY MAY 10TH FIRST DAY OF CLASSES****Week of MAY 6TH**

- Chapter 1 Why Study Money, Banking, and Financial Markets?**
- Chapter 2 An Overview of the Financial System**
- Chapter 3 What Is Money?**

**Week of MAY 13TH**

- Chapter 4 Understanding Interest Rates**
- Chapter 5 The Behaviour of Interest Rates**
- Chapter 6 The Risk and Term Structure of Interest Rates**
- Chapter 8 An Economic Analysis of Financial Structure**

**TUESDAY MAY 20TH REVIEW****MIDTERM EXAMINATION IN CLASS THURSDAY MAY 23RD****Week of MAY 27TH**

- Chapter 15 Central Banks and the Bank of Canada**
- Chapter 16 The Money Supply Process**
- Chapter 17 The Tools of Monetary Policy**

**Week of JUNE 3RD**

- Chapter 18 The Foreign Exchange Market**
- Chapter 21 The Demand for Money**
- Chapter 22 The ISLM Model**



**Week of JUNE 10TH**

**Chapter 23 The Monetary Policy and Aggregate Demand Curves**

**Chapter 24 Aggregate Demand and Supply Analysis**

**Chapter 25 Monetary Policy Theory**

**Week of March 28 Chapter 27 Transmission Mechanisms**

**Week of June 16TH**

**Tuesday JUNE17TH COMPREHENSIVE REVIEW**

**Thursday JUNE 20TH LAST DAY OF CLASSES -- FINAL EXAMINATION IN-CLASS**

### **University Policies and Statements**

**This course is governed by the academic rules and regulations set forth in the University Calendar and by Senate**

#### **Academic Integrity**

At Dalhousie University, we are guided in all of our work by the values of academic integrity: honesty, trust, fairness, responsibility and respect (The Center for Academic Integrity, Duke University, 1999). As a student, you are required to demonstrate these values in all of the work you do. The University provides policies and procedures that every member of the university community is required to follow to ensure academic integrity. **Information:** [https://www.dal.ca/dept/university\\_secretariat/academic-integrity.html](https://www.dal.ca/dept/university_secretariat/academic-integrity.html)

#### **Accessibility**

The Advising and Access Services Centre is Dalhousie's centre of expertise for student accessibility and accommodation. The advising team works with students who request accommodation as a result of a disability, religious obligation, or any barrier related to any other characteristic protected under Human Rights legislation (Canada and Nova Scotia).

**Information:** [https://www.dal.ca/campus\\_life/academic-support/accessibility.html](https://www.dal.ca/campus_life/academic-support/accessibility.html)

#### **Student Code of Conduct**

Everyone at Dalhousie is expected to treat others with dignity and respect. The Code of Student Conduct allows Dalhousie to take disciplinary action if students don't follow this community expectation. When appropriate, violations of the code can be resolved in a reasonable and informal manner—perhaps through a restorative justice process. If an informal resolution can't be reached, or would be inappropriate, procedures exist for formal dispute resolution.

**Code:** [https://www.dal.ca/dept/university\\_secretariat/policies/student-life/code-of-student-conduct.html](https://www.dal.ca/dept/university_secretariat/policies/student-life/code-of-student-conduct.html)

#### **Diversity and Inclusion – Culture of Respect**

Every person at Dalhousie has a right to be respected and safe. We believe inclusiveness is fundamental to education. We stand for equality. Dalhousie is strengthened in our diversity. We are a respectful and inclusive community. We are committed to being a place where everyone feels welcome and supported, which is why our

Strategic Direction prioritizes fostering a culture of diversity and inclusiveness **Statement:**

<http://www.dal.ca/cultureofrespect.html>

#### **Recognition of Mi'kmaq Territory**

Dalhousie University would like to acknowledge that the University is on Traditional Mi'kmaq Territory. The Elders in Residence program provides students with access to First Nations elders for guidance, counsel and support. Visit or e-mail the Indigenous Student Centre (1321 Edward St) ([elders@dal.ca](mailto:elders@dal.ca)).

**Information:** [https://www.dal.ca/campus\\_life/communities/indigenous.html](https://www.dal.ca/campus_life/communities/indigenous.html)



**Important Dates** in the Academic Year (including add/drop dates)

[https://www.dal.ca/academics/important\\_dates.html](https://www.dal.ca/academics/important_dates.html)

**University Grading Practices**

[https://www.dal.ca/dept/university\\_secretariat/policies/academic/grading-practices-policy.html](https://www.dal.ca/dept/university_secretariat/policies/academic/grading-practices-policy.html)

## **Student Resources and Support**

### **Advising**

**General Advising** [https://www.dal.ca/campus\\_life/academic-support/advising.html](https://www.dal.ca/campus_life/academic-support/advising.html)

**Science Program Advisors:** <https://www.dal.ca/faculty/science/current-students/academic-advising.html>

**Indigenous Student Centre:** [https://www.dal.ca/campus\\_life/communities/indigenous.html](https://www.dal.ca/campus_life/communities/indigenous.html)

**Black Students Advising Centre:** [https://www.dal.ca/campus\\_life/communities/black-student-advising.html](https://www.dal.ca/campus_life/communities/black-student-advising.html)

**International Centre:** [https://www.dal.ca/campus\\_life/international-centre/current-students.html](https://www.dal.ca/campus_life/international-centre/current-students.html)

### **Academic supports**

**Library:** <https://libraries.dal.ca/>

**Writing Centre:** [https://www.dal.ca/campus\\_life/academic-support/writing-and-study-skills.html](https://www.dal.ca/campus_life/academic-support/writing-and-study-skills.html)

**Studying for Success:** [https://www.dal.ca/campus\\_life/academic-support/study-skills-and-tutoring.html](https://www.dal.ca/campus_life/academic-support/study-skills-and-tutoring.html)

**Copyright Office:** <https://libraries.dal.ca/services/copyright-office.html>

**Fair Dealing Guidelines** <https://libraries.dal.ca/services/copyright-office/fair-dealing.html>

### **Other supports and services**

**Student Health & Wellness Centre:** [https://www.dal.ca/campus\\_life/health-and-wellness/servicessupport/student-health-and-wellness.html](https://www.dal.ca/campus_life/health-and-wellness/servicessupport/student-health-and-wellness.html)

**Student Advocacy:** <https://dsu.ca/dsas>

**Ombudsperson:** [https://www.dal.ca/campus\\_life/safety-respect/student-rights-and-responsibilities/where-to-gethelp/ombudsperson.html](https://www.dal.ca/campus_life/safety-respect/student-rights-and-responsibilities/where-to-gethelp/ombudsperson.html)

### **Safety**

**Biosafety:** <https://www.dal.ca/dept/safety/programs-services/biosafety.html>

**Chemical Safety:** <https://www.dal.ca/dept/safety/programs-services/chemical-safety.html>

**Radiation Safety:** <https://www.dal.ca/dept/safety/programs-services/radiation-safety.html>

**Scent-Free Program:** <https://www.dal.ca/dept/safety/programs-services/occupational-safety/scent-free.html>

**Dalhousie COVID-19 information and updates:** <https://www.dal.ca/covid-19-information-and-updates.html>