

**Faculty of Science Course Syllabus****Department of Economics***ECON 2326**Money and Banking**Fall 2018-19*

**Instructor(s):** *Jean-Philippe Bourgeois*      *dal.bourgeois@gmail.com*      *Econ A13*

**Lectures:**      *MW 16h00-17h25*      *LSC 332*

**Office Hours:** *Monday 11am-1h00pm, text or appointment*

**Teacher Assistant:** *Doug Spafford*      *dg936647@dal.ca*

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**Course Description**

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.

**Course Prerequisites**

ECON1101, ECON1102 with minimum grades of C.

**Course Objectives/Learning Outcomes**

At the end of the course, you should have the following outcomes:

- Have developed an understanding of the fundamental concepts of money and banking
- Have developed analytical skills to understand and discuss the basic tools and principles of money and banking, financial institutions, and monetary policy within the Canadian framework.
- Have understood differences in banking systems and their regulation in other countries and how monetary policy objectives may differ.
- Understood the potential transmission mechanisms between financial market developments and consequences for “real” economic performance.

**Course Materials**

*Textbook: “The Economics of Money, Banking and Financial Markets” by Frederic S. Mishkin and Apostolos Serletis, Pearson Canada Limited, 6th Canadian Edition, Toronto*

**Course Assessment**

**Assignments** are group assignments. Groups will be asked to study a particular financial crisis. Assignments will be given for the students to build knowledge and lead them to discovery on the topic in an organic fashion. Assignments are of equal weight. You will be given 2 weeks for each assignment once it has been handed out.

**Midterm** will be given on October 10<sup>th</sup> in class. Mix of Techniques, definition and comprehension based questions.

Component	Weight (% of final grade)	Date
<i>Midterm</i>	<b>25</b>	<b>10<sup>th</sup> October</b>
<i>Final exam (cumulative)</i>	50	(Scheduled by Registrar)
<i>Assignments 5/5</i>	<b>25</b>	

### Other course requirements

To pass the course, a student must earn an overall mark of at least 50% and must earn a mark of 50% or more on the final exam.

**Final Exam date will be posted on the University's web site. Travel arrangements must not be made that will conflict with the final examination.**

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

- **Late assignments will receive a mark of 0.** You are given 2 week and work in groups. No excuses.
- **Assignment are to be given in paper and on brightspace** (1 copy per group)
- **No makeup midterm** – weight will be placed on the final.
- If class is canceled, we may have to cancel presentations at the end of the term.
- Students don't need to use the declaration of absence, if you are sick or indisposed for a long period, then email me.
- All student in a Groups assignments will receive the same grade.
- The last week of class we will have poster sessions. **Where students will be asked to explain their crisis. The professor will ask all student to explain part of the crisis. He reserves the right to amend individual marks based on those response up to 50% of the assignment mark** (This is to make sure that students who think they can do no work while their co-workers do it all, will be heavily penalised).

**Plagiarism software will be used in course**

**Assignment due dates:**

- 1 assigned: 24 sept , due: 3 oct**
- 2 assigned: 8 oct (no class) , due: 17 oct**
- 3 assigned: 22 oct , due: 31 oct**
- 4 assigned: 5 nov, due 14 nov (during the break)**
- 5 assigned: 19 nov, 28 nov**

## **Course Content**

*Week 1+ Week 2 : Sept 5, 10, 12*

Read: 1) Ch 1,2,3 - : intro and money  
2) A history of Canadian Dollar (search online for its pdf from the bank of Canada)

*Week 3: Sept 17, 19*

Read: Ch: 4, 5, 6: Interest rates and risk

*Week 4: Sept 24, 26*

Read Ch. 14 : Bank of Canada and a Quarterly monetary policy Report

*Week 5 : Oct 1, 3*

Read ch. 11, 10 : financial institutions ( what we understand as standard institutions)

*Week 6: Oct 8 (no class), 10*

## **Midterm – 10<sup>th</sup> of October**

*Week 7: Oct 15, 17 :*

Read Ch 11, web 3 and provided notes: shadow banking (everything else that is not regulated)

*Oct 22, 24: Week 8:*

Provided notes and chapter 19: International point of view

*Oct 29, 31: Week 9:*

(its possible that shadow banking takes 3 classes, and that one day is only left). Putting it all together. Provided notes.

*Nov 5, 7: Week 10 :*

Read chapter 12: money creation

**Nov 12, 14: Week 11**

Fall break

**Nov 19, 21: Week 12**

regulations and supervision - provided notes and chapter 10

**Nov 26, 28: Week 13**

Read: chapter 24, 25 and 26: Monetary policy and financial stability

**Dec 3 and 4: Week 14**

Assignment presentations

FINAL after at some point during the exam period.