

Korea Advanced Institute of Science and Technology
Graduate School of Finance and Accounting

Money and Banking
(FMB605)

Second Half, Fall 2015

Instructor: Sungmin Kim

Textbook: Thomas Bishop, *Money, Banking and Monetary Policy*, Second Edition 2013, Jiphil Media and other materials

Course description:

It is essential to understand a broad picture of the financial system where decisions on financing and investment are made. The purpose of this course is to develop the abilities of students to understand basic principles and key issues concerning money and banking in the macroeconomic context. It starts from roles of money and banking in the economy with the ultimate goal of understanding monetary and financial system. Then it will discuss each segment of financial markets with a particular emphasis on their roles and functions in the context of the whole financial system. The course will cover monetary system and monetary policy.

Requirements and grading:

There will be a final exam. In addition, there will be group presentations to facilitate class discussions. Finally, students are required to read a book related

to finance, which will be assigned at the beginning of the course and submit a written report based on the book.

Assuming your course work is completed successfully, **your final grade** will be based **60% on your final exam, 15% on your group presentation, 15% on your written report on an assigned book and 10% on your class participation.**

Preliminary course outline:

Week 1: Introduction and overview of financial system

Week 2: Overview of financial system and FINTECH

Week 3: Markets for monetary assets

Week 4: Markets for non-monetary assets

Week 5: Markets for non-monetary assets and role of central bank

Week 6: Creation of money and monetary policy

Week 7: Monetary policy

Week 8: Final exam