

**University of Benha** 

**Faculty of Commerce** 

**Department of Economics** 

#### Module outline of:

# **E216: Economics of Money and Banking**

Lecturer: Dr Doaa Akl Ahmed

Academic year: 2019-2020

Second grade

First term

#### 1. Module aims

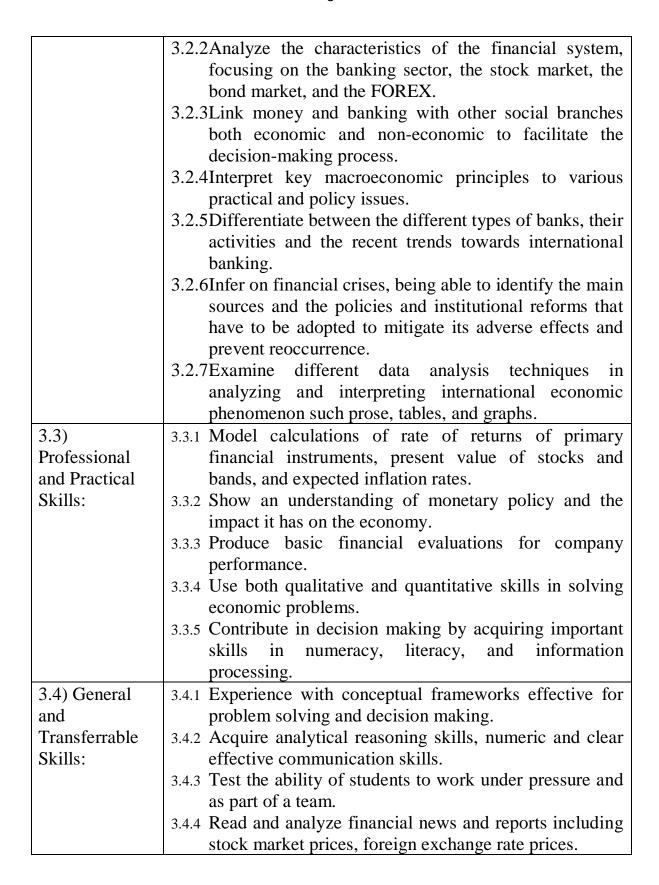
The course aims to provide the student with an introduction to the role of money, financial institutions and monetary policy in the economy, thus providing a solid foundation for further study or employment in the financial services industry. There are three main components of the course. The course will cover the main aspects of banks and other financial institutions as well as an investigation of the role of money, central banking and monetary policy. Thus, it presents the evolution of commercial banking, deposit creation, the stock and bonds markets, and the reasons behind world financial crises. Also, great attention will be given to understand the monetary theory.

#### 2. Module delivery:

The course will be taught through three-hour weekly lectures and a one-hour weakly tutorial. Lectures will be used for lecturing and tutorials will discuss the answers of questions sheets.

#### 3. Intended Learning Outcomes

3.1)	3.1.1 Outline basic macroeconomic concepts and principles.				
Knowledge	3.1.2 Describe the different types of financial markets and				
and	the primary financial instruments.				
Understanding:	3.1.3 Recognize macroeconomic principles related to				
	decision making in terms of money and banking such				
	as the interest rate structure, expected rates of return,				
	expected inflation, income and price effects.				
	3.1.4 Identify the key means by which the economy can				
	affect interest rates and in return the money market and				
	the bond market.				
	3.1.5 Investigate the theoretical foundations and the				
	importance of stock market efficiency.				
	3.1.6 Investigate simple mathematical, verbal and				
	diagrammatic methods of analysis.				
	3.1.7 Draw alternative policy responses focusing on				
	contemporary macroeconomic policies while always				
	referring back to some specific macroeconomic model.				
3.2)	3.2.1Subdivide different macroeconomic and				
Intellectual	microeconomic methodological tools into				
Skills:	mathematical and diagrammatical methods of analysis				
	to explain issues related to the subject of money and				
	banking.				



#### 4. Course Content

	Main Topic	Chapter Teaching hours		hing hours	Week No.
		NO	Theoretical	Tutorial	NO.
			3 hrs/week	1 hrs/week	
1	Introductory lecture and course outline	Chapter 1	3 hrs	No tutorials in the first week	1
2	Financial System and Money	Chapters 2 and 3	6 hrs	2 hrs	2-3
3	Monetary theories	Chapter 22	3 hrs	1 hr	4
4	Understanding interest rate	Chapter 4	3hrs	1 hr	5
5	Banking and the Management of Financial Institutions	Chapter 9	6 hrs	2 hrs	6-7
6	Midterm Exam				8
	Banking - continued		3 hrs	1 hr	9
7	The Money Supply	Chapter 15 and 16	6 hrs	2 hrs	10-11
8	Conduct of monetary policy	Chapters 17 and 18	6 hrs	2 hrs	12-13
9	Foreign exchange market	Chapter 19	3 hrs	1 hrs	14
9	Final exam				15

### 5. Readings:

Mishkin (2017), The Economics of Money, Banking and Financial Markets, twelfth edition (different editions will have different numbers of chapters)

#### 6. Assessment:

The course will be assessed by, a mid-term examination and final examination.

- A mid-term examination on will constitute 20% of the final grade.
- A final examination on will constitute 80% of the final grade.

## 7. Grading system

34 or below	Very poor		
35-49	poor		
50-64	pass		
65-79	good		
80-89	Very good		
90-100	Excellent		

Course Instructor: Dr Doaa Akl Ahmed