



HANYANG UNIVERSITY

2019 HISS Syllabus (Money and Banking)

Professor:	Hyejin Park
E-mail:	hjpark2014@gmail.com
Home Univ.:	Hanyang University
Dept.:	Division of International Studies

Description:	When you suddenly received 100 Million dollars endowment from your family member, what would you do? Can you secure the value of the money by storing it in your back year? If you answer yes, why so? If you are answer is no, then why? Can you explain your answer using the terminology 'Time Value of Money'? Or, when a firm needs investment in order to expand the business, what should the firm do? Is there difference to collect investors during in middle age, early 1900's, and 21 Century? Can you explain in term of the role of the financial institution? Further, these days, the traditional role of financial institution has been weakened and various types of financial assets have been developed (stocks, bonds, derivatives, cryptocurrency, ... etc). Therefore, in this class, student will learn, the function of money, role of interest rates, government policy that impacts on money market, and role of financial institution focus on domestic financial market and economy. If time allows, this course will cover various types of financial assets.
--------------	---

Objective:	By the end of the course, student will be able to explain the function of money, behavior of interest rates, impact of government monetary policy on financial markets and economy, and role financial institution.
Preparations:	<i>The Economics of Money, Banking, and Financial Markets</i> by Frederic S. Mishkin (12th Edu., Pearson)

Schedule:	PART I Introduction Chapter 1 Why Study Money, Banking, and Financial Markets? Chapter 2 An Overview of the Financial System Chapter 3 What is Money?
	PART II Financial Markets Chapter 4 Understanding Interest Rates
	Chapter 5 The Behavior of Interest Rates Chapter 6 The Risk and Term Structure of Interest Rates Chapter 7 The Stock Market, the Theory of Rational Expectations, and the Efficient Market Hypothesis
	Midterm Exam

Hanyang International Summer School

Office of International Affairs, Hanyang University
222 Wangsimni-ro, Seongdong-gu, Seoul, 04763, Korea
Tel. +82-2-2220-2456 | iss@hanyang.ac.kr

Week 3	<p>PART III Financial Institutions</p> <p>Chapter 8 An Economic Analysis of Financial Structure Chapter 9 Financial Crises and the Subprime Meltdown Chapter 10 Economic Analysis of Financial Regulation Chapter 11 Banking Industry: Structure and Competition</p>
Week 4	<p>Chapter 12 Nonbank Financial Institutions</p> <p>PART IV The Management of Financial Institutions</p> <p>Chapter 13 Banking and the Management of Financial Institutions Chapter 14 Risk Management with Financial Derivatives</p> <p>Group Presentation Final Exam</p>

	Midterm (%)	Final (%)	Group Project (%)	Attendance (%)	Participation (%)	Total (%)
Evaluation:	35	35	20	5	5	100