

**STELLA MARIS COLLEGE (AUTONOMOUS), CHENNAI**

**Course Schedule: November 2024 – April 2025**

**Department** : Economics  
**Name/s of the Faculty** : Ms. Ashika A  
**Course Title** : Monetary and Financial Economics  
**Course Code** : 19EC/ME/MF45  
**Shift** : I

<b>Week &amp; No. of hours</b>	<b>Units &amp; Topics</b>	<b>Teaching Methodology</b>	<b>Text &amp; References</b>	<b>Method of Evaluation</b>
Nov 18 – 25, 2024 (Day Order 1-6)	<b>Unit 1: Interest Rate Theories</b> 1.1 The Neo-Classical Theory of Interest rates 1.2 Knut, Wicksell Theory of Interest rate	Lecture and Discussion	<b>Erickson.K.H</b> , Financial Economics: A Simple Introduction. <b>Mishkin F.S and Serletis.A</b> : Economics of Money Banking and Financial Markets	COMPONENT-I Quiz- 1, CA-I
Nov 26- Dec 3, 2024 (Day Order 1 to 6)	1.2 Knut, Wicksell Theory of Interest rate 1.3 Measures of Interest rates – Present Value, Yield on maturity, Rate of interest and Returns, Real and Nominal interest rates.	Lecture and Discussion	<b>Erickson.K.H</b> , Financial Economics: A Simple Introduction. <b>Mishkin F.S and Serletis.A</b> : Economics of Money Banking and Financial Markets.	COMPONENT-I Quiz- 1, CA-I
Dec 4-11, 2024 (Day Order 1 to 6)	1.3 Measures of Interest rates – Present Value, Yield on maturity, Rate of interest and Returns, Real and Nominal interest rates.  <b>Unit 2: Money Markets</b> 2.1 Money Market – Definition and Structure	Lecture and Discussion	<b>Erickson.K.H</b> , Financial Economics: A Simple Introduction. <b>Mishkin F.S and Serletis.A</b> : Economics of Money Banking and Financial Markets	COMPONENT-I Quiz- 1, CA-I

Dec 12-19, 2024 (Day Order 1 to 6)	2.2 Instruments of the Money market	Lecture and Discussion	<b>Erickson.K.H</b> , Financial Economics: A Simple Introduction. <b>Mishkin F.S and Serletis.A</b> : Economics of Money Banking and Financial Markets	COMPONENT-I Quiz- 1, CA-I
Dec 20, 2024 (Day Order 1)	2.3 Indian Money market	Lecture and Discussion	<b>Erickson.K.H</b> , Financial Economics: A Simple Introduction. <b>Mishkin F.S and Serletis.A</b> : Economics of Money Banking and Financial Markets	COMPONENT-I Quiz- 1, CA-I
Jan 3 – 7, 2025 (Day Order 3 to 6)	2.3 Indian Money market	Lecture and Discussion	<b>Erickson.K.H</b> , Financial Economics: A Simple Introduction. <b>Mishkin F.S and Serletis.A</b> : Economics of Money Banking and Financial Markets	COMPONENT-I Quiz- 1, CA-I
Jan 8 – 17, 2024 (Day Order 1 to 6)	<b>Unit 3: Financial Market Asset Pricing</b> 3.1 Bond Valuation – Features of a Bond, Bond values and Yields. Theories of the term structure of Interest rates, Yield curves	Lecture and Discussion	<b>Erickson.K.H</b> , Financial Economics: A Simple Introduction. <b>Pandey I.M</b> Financial Management.	COMPONENT-I Quiz- 1, CA-I
Jan 18 - 23, 2025	<b>C.A. Test – I</b>			

Jan 24 - 30, 2025 (Day Order 1 to 6)	3.2 Share Valuation – Dividend Capitalisation and Earnings Capitalisation. Linkages between Share Price, Earnings and Dividend	Lecture and Discussion	<b>Erickson.K.H</b> , Financial Economics: A Simple Introduction. <b>Pandey I.M</b> Financial Management.	COMPONENT-II  Stock Simulation and CA-I
Feb 3-8, 2025 (Day Order 1 to 6)	3.3 Efficient Market Hypothesis – Beating the Market, Weak, Semi Strong and Strong form Market Analysis.  3.4 Markowitz model	Lecture and Discussion	<b>Erickson.K.H</b> , Financial Economics: A Simple Introduction. <b>Pandey I.M</b> Financial Management.	COMPONENT-II  Stock Simulation and CA-I
Feb 10– 18, 2025 (Day Order 1 to 4)	3.5 Capital Asset Pricing Model (CAPM) – Systemic Risk, CAPM assumptions and expression, Security Market Line and Asset Valuation.	Lecture and Discussion	<b>Erickson.K.H</b> , Financial Economics: A Simple Introduction. <b>Pandey I.M</b> Financial Management.	COMPONENT-II  Stock Simulation and CA-I
Feb 19- 26, 2025 (Day Order 1-6)	<b>Unit 4: Theory and Tools of Monetary Policy</b>  4.1 Central Banking – Functions, Objectives and Techniques of Credit Control	Lecture and Discussion	<b>Nelke.A and Polleit T.</b> Monetary Economics in Globalised Financial Markets.  <b>Paul R.R;</b> Monetary Economics	C.A- II  Article review
Feb 27- Mar 6, 2025 (Day Order 1 to 6)	4.2 Monetary Policy - Transmission Mechanisms – Interest Rate Channel, Asset Price Channel, Credit Channel, Exchange Rate Channel and Expectation Channel 4.3 Monetary Policy – Operating Procedure - Instruments, Indicators and Lags	Lecture and Discussion	<b>Nelke.A and Polleit T.</b> Monetary Economics in Globalised Financial Markets.  <b>Paul R.R;</b> Monetary Economics	C.A- II  Article review
Mar 7 – 11, 2025 (Day Order 1 to 3)	4.4 Monetary Policy in India  QUIZ II	Lecture and Discussion	<b>Nelke.A and Polleit T.</b> Monetary Economics in Globalised Financial Markets.  <b>Paul R.R;</b> Monetary Economics	C.A- II  Article review
Mar 12 –17, 2025	<b>C.A. Test – II</b>			

Mar 18 – 20, 2025 (Day 4 to 6)	Unit 5: Monetary Policy Strategies 5.1 A Model for Intermediate Targeting	Lecture and Discussion	<b>Nelke.A and Polleit T.</b> Monetary Economics in Globalised Financial Markets  Mishkin F.S and Serletis.A: Economics of Money and Banking and Financial Markets	Case Study
Mar 21 - 28, 2025 (Day Order 1 to 6)	5.2 Monetary Targeting, Inflation Targeting and Nominal Income Targeting 5.3 The Taylor Rule	Lecture and Discussion	<b>Nelke.A and Polleit T.</b> Monetary Economics in Globalised Financial Markets  Mishkin F.S and Serletis.A: Economics of Money and Banking and Financial Markets	Case Study
Mar 29- April 3, 2025 (Day Order 1 to 3)	5.4 Monetary Conditions Index  Revision	Lecture and Discussion	<b>Nelke.A and Polleit T.</b> Monetary Economics in Globalised Financial Markets  Mishkin F.S and Serletis.A: Economics of Money and Banking and Financial Markets	Case Study
	<b>REVISION</b>			