**Course Number**  BA410  
**Course Name**  MONEY AND BANKING  
**Credit Value**  3 Theory  
**Catalog Course Description**  In-depth analysis of modern monetary theory and policy, commercial banking system and depository institutions, global financial system and foreign exchange market. Prerequisites: ECON 200 and BA 310 (Spring) (3, 3T+0S)  

**Student Learning Outcomes/Objectives/Competencies of the Course**  
1. Explain the key components of the Financial System, functions, role, and measurement of money, and the Quantity Theory of Money.  
2. Explain the difference between real and nominal interest rates, between interest rates and rates of return, the relationship between the yield to maturity on a bond and its price, and how interest rates are determined.  
3. Demonstrate an understanding of the risk and term structure of interest rates, how stock prices are determined and financial market efficiency, and the derivatives market.  
4. Explain the difference between nominal and real exchange rates, how the market for foreign exchange operates, and how exchange rates are determined.  
5. Identify the issue of adverse selection and moral hazard in financial markets.  
6. Demonstrate an understanding of the economics of banking, how investment banks operate and the influence of the shadow banking system on systemic risk, and the causes and regulation of financial crises.  
7. Demonstrate an understanding of the instruments or tools used in monetary policy, the aggregate demand and aggregate supply models, and the IS-MP model.  

**College-Wide Student Learning Outcomes**  
1. Communication  
2. Critical Thought  
3. Information Literacy  
4. **Cultural Competence**  

Outcome in Bold