

**CBN COLLABORATIVE POSTGRADUATE PROGRAMME  
DEPARTMENT OF ECONOMICS, UNIVERSITY OF IBADAN  
WORK PLAN**

**NAME OF LECTURER:**

**COURSE: ECO 737 MONETARY THEORY AND PRACTICE II**

<b>STUDY WEEK</b>	<b>TOPIC SUB-TOPIC</b>	<b>RESULTS LEARNING</b>	<b>TIME Hrs</b>	<b>METHODS</b>	<b>Suggested Videos</b>
1-2	<b>Financial Systems and the Economy</b> 1.1 Types and components. 1.2 Theory of Financial Intermediation. 1.3 Functions of Financial Intermediaries. 1.4 Financial disintermediation. 1.5 Informal Financial Sector. 1.6 Regulation of Financial Sector. 1.7 Financial Systems in Africa.	<ul style="list-style-type: none"> <li>✓ Identify the types and components of financial system.</li> <li>✓ Define financial intermediation</li> <li>✓ Explain the theory of financial intermediation.</li> <li>✓ Explain the functions of financial intermediation.</li> <li>✓ Explain the concept of financial disintermediation.</li> <li>✓ Describe the informal financial sector.</li> <li>✓ Explain intermediation in the informal sector.</li> <li>✓ Explain the process of financial regulation.</li> </ul>	6	<ul style="list-style-type: none"> <li>✓ The students will learn through a combination of face – to – face contact and guided study.</li> <li>✓ Personal contact sessions will include: Presentations, Case Study analysis and Quizzes.</li> <li>✓ Guided study will include text readings and the use of a wide range internet based resources.</li> <li>✓ Lectures, <b>tutorials and field trip/industrial visit (if any),</b></li> </ul>	A. Slide Power Point Two. Note

		<ul style="list-style-type: none"> <li>✓ Explain the financial sector in Africa.</li> </ul>			
<b>3-5</b>	<p><b>Financial Development and Economic Growth</b></p> <p>2.1 Measuring Financial Development. 2.2 The "Stylized Facts" of Financial development and Economic development. 2.3 Supply- leading and demand following finance, 2.4 financial Repression, 2.5 McKinnon and Shaw Hypothesis and critique, 2.6 financial liberalization. 2.7 Financial Intermediaries and the Saving and Investment Process in Developing Countries. 2.8 Information asymmetry and Credit rationing. 2.9 Money in Growth Models (closed and open economies); 2.10 Financial Development and</p>	<ul style="list-style-type: none"> <li>✓ How to measure financial development.</li> <li>✓ Identify and explain the stylised facts of financial development and economic development.</li> <li>✓ Explain the process of supply-leading and demand following finance.</li> <li>✓ Explain financial repression.</li> <li>✓ Explain the McKinnon and Shaw hypothesis.</li> <li>✓ Critique the McKinnon and Shaw hypothesis.</li> <li>✓ Explain the concept and process of financial liberalization.</li> <li>✓ Explain the financial intermediaries and process of intermediation between savings and investment in</li> </ul>	9	<ul style="list-style-type: none"> <li>✓ The students will learn through a combination of face – to - face contact and guided study.</li> <li>✓ Personal contact sessions will include: Presentations, Case Study analysis and Quizzes.</li> <li>✓ Guided study will include text readings and the use of a wide range internet based resources.</li> <li>✓ Lectures, <b>tutorials and field trip/industrial visit (if any).</b></li> </ul>	

	<p>Economic Growth. 2.11 Empirical evidence with emphasis on developing countries.</p>	<p>developing economies.</p> <ul style="list-style-type: none"> <li>✓ Explain the effects of information asymmetry and credit rationing on financial intermediation.</li> <li>✓ Explain closed economy money in growth models</li> <li>✓ Explain the open economy money in growth models.</li> <li>✓ Explain the relationship between financial development and economic growth.</li> <li>✓ Explain empirical regularities and estimating the relationship between financial development and economic growth in Nigeria.</li> </ul>			
<p><b>6-8</b></p>	<p><b>Money in the Open Economy</b> 3.1 Balance of Payments (BOP) 3.2 Determination Approaches. 3.4 Money, BOP and BOP Adjustment.</p>	<ul style="list-style-type: none"> <li>✓ What is balance of payments (BOP).</li> <li>✓ Explain the Mundell-Fleming model.</li> <li>✓ Explain the approaches in the</li> </ul>	<p>9</p>	<ul style="list-style-type: none"> <li>✓ The students will learn through a combination of face – to - face contact and guided study.</li> <li>✓ Personal contact sessions will include: Presentations, Case Study analysis and Quizzes.</li> </ul>	

<p>3.5 Monetary Policy under Alternative Exchange Rate Regimes. 3.6 The Policy Mix. 3.7 Policy Coordination.</p>	<p>determination of BOP.</p> <ul style="list-style-type: none"> <li>✓ Explain the role of monetary policy in BOP and BOP adjustment.</li> <li>✓ Explain the trilemma the policy mix.</li> <li>✓ Explain monetary policy coordination.</li> <li>✓ Explain monetary policy under: <ul style="list-style-type: none"> <li>I. fixed exchange rate regime.</li> <li>II. Flexible exchange rate regime.</li> <li>III. Managed exchange rate regime.</li> </ul> </li> </ul>	<ul style="list-style-type: none"> <li>✓ Guided study will include text readings and the use of a wide range internet based resources.</li> <li>✓ Lectures, <b>tutorials and field trip/industrial visit (if any),</b></li> </ul>	
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<p><b>9-11</b></p>	<p><b>International Financial Institutions and the Global Economy</b></p> <p>4.1 Changes in the international system. 4.2 International Payments Mechanism.</p> <p>4.3 The international financial architecture.</p> <p>4.4 International financial linkages.</p> <p>4.5 Role of international banking.</p> <p>4.6 International cooperation and developing countries.</p>	<ul style="list-style-type: none"> <li>✓ What are the causes and changes in the international system?</li> <li>✓ Explain the process of international payments mechanism.</li> <li>✓ Explain the international financial architecture.</li> <li>✓ What is international financial linkages?</li> <li>✓ Explain the role of international banking.</li> <li>✓ Explain the role of international cooperation in developing countries.</li> </ul>	<p>9</p>	<ul style="list-style-type: none"> <li>✓ The students will learn through a combination of face – to - face contact and guided study.</li> <li>✓ Personal contact sessions will include: Presentations, Case Study analysis and Quizzes.</li> <li>✓ Guided study will include text readings and the use of a wide range internet based resources.</li> <li>✓ Lectures, <b>tutorials and field trip/industrial visit (if any).</b></li> </ul>	
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12-13	<b>Financial Globalization and developments</b> 5.1 Financial globalization. 5.2 Financial instability and financial crisis. 5.3 External debt. 5.4 Currency boards. 5.5 Monetary integration, International financial regulation and policy coordination. 5.6 Political economy of regulation.	<ul style="list-style-type: none"> <li>✓ Explain the concept of financial globalization.</li> <li>✓ Explain the causes of financial instability and financial crises.</li> <li>✓ Explain the effects of financial instability and financial crises on economies.</li> <li>✓ Explain the concept of external debts.</li> <li>✓ Explain the implications of external debt on economies.</li> <li>✓ Explain the roles and function of currency board.</li> <li>✓ Explain the importance and use of monetary integration, international financial regulation and policy coordination.</li> <li>✓ Explain the political economy of financial regulation.</li> </ul>	6	<ul style="list-style-type: none"> <li>✓ The students will learn through a combination of face – to - face contact and guided study.</li> <li>✓ Personal contact sessions will include: Presentations, Case Study analysis and Quizzes.</li> <li>✓ Guided study will include text readings and the use of a wide range internet based resources.</li> <li>✓ Lectures, <b>tutorials and field trip/industrial visit (if any),</b></li> </ul>	Web links, Internet Exercises and Virtual Tours can be found on the text’s Web site at
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**Lecturer:**

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**PROGRAMME LEADER**