



School	Business
Department	Economics, Business & Finance
Module title	Money, Banking and Financial Markets
Module Code	2104211
Credit hours:	3 Credit Hours
Module Leader	fedelhabashneh (fhabashneh@mutah.edu.jo)

The course aims to help students understand the subject of the Money: its origin, development and importance in the modern economy. Types of money and their functions, and the demand for money. Monetary theory, monetary policy, banks: their origin and development. Commercial banks, their functions, resources and uses of these resources. Specialized banks, Islamic banks, central banks: their importance, functions and role in determining monetary policy. Monetary theories, monetary policies and their tools

On completion of this module students should:

- Have a strong grasp on the major issues of the most important Clarification of money and banks, the development of monetary systems and the policies adopted by the state in achieving its monetary objectives, with a focus on the banking system in Jordan, monetary policy and its tools, and the international monetary system
- Be able to apply the formal principles you learn to real world issues.

Module outline

- Week 1: Introduction, definition and functions of money, Chapter 1
- Week 2: Types of money, monetary systems and the historical development of money, Chapter 2
- Week 3: Money supply Narrow money supply, expanded money supply and demand for money, Chapter 2
- Week 4: Banks: the central bank and commercial banks and their definition, Chapter 3
- Week 5: Commercial banks and money creation, Simple Money Multiplier, Chapter 3
- Week 6: Specialized Banks: Types of specialized banks (Agricultural banks, Industrial banks, Real estate banks)
- Week 7: The Jordanian banking system, Chapter 4
- Week 8: The reality of the Jordanian banking system, Chapter 4
- Week 9: macroeconomic policies, Chapter 5
- Week 10: Fiscal policy and monetary policy in Jordan, Chapter 5
- Week 11: Revision
- Week 12: Using fiscal policy tools to treat inflationary and deflationary gaps, Chapter 6

- Week 13: Managed Financial Instruments and Autonomous Financial Instruments, Chapter 6
- Week 14: The structure of public expenditures in Jordan, the deficit or surplus in the public budget, Chapter 7
- Week 15: Revision
- Week 16: Final Exam

Course Materials

- Dr. Essam Mohamed El-Leithi. Money and Banks - 1436
- Hanan Al-Jasham - Money and Banks

Module Organization

- **Teaching:** 3-hour lectures per week
- **Student workload:** Approximately 6 hours study per week
- **Feedbacks** will take the shape of one-to-one.

Assessment method:

- Mid Term Exam 30% (1 hour): week 7.
- Weekly exercises/assignments 20% (1 hour): week 11.
- Final Exam 50% (2 hours): week 16.

Course policies

To be explained to the students at the first meeting:

- ✓ **Class attendance:** Students are expected to attend all lectures of this course due to the nature of the course that adopts a cumulative learning process. A prior approval is required for class absence, except for emergencies.

*Students **absent** from class are responsible for obtaining notes of lectures and project assignments from fellow students and are responsible for turning such assignments when due. Absence is not an excuse for meeting an assignments due date.*

- ✓ **Tardy:** Arriving late are not expected in both on-campus and online lectures (if any), as it would affect the understanding of the student to the new topic, and therefore his performance in the daily exercise.
- ✓ **Class behavior:** A student is expected to pay full attention to the tutor, to respect his colleagues, and to keep the lectures and his table clean and tidy. Additionally, full attention shall be kept during the classes as the peer-to-peer learning is one of the major learning tools in the lecture.
- ✓ **Food and drinks:** Snacks and drinks with lids are allowed in the lectures.
- ✓ **Submissions and exams:** The weekly exercises are expected to be submitted on time. Late submissions are only accepted within a week of the original deadline and with 20% cut of the main grade. Failure to attend any exam or quiz will result to have a mark of zero.

- ✓ **Cheating:** Cheating in all its forms are not accepted and would result in an automatic zero for the submission/exam and would be reported to the dean to investigate the case and decide upon a suitable punishment according to the university regulations.