

General information			
Course co-ordinator		Dolores Pušar Banović, PhD	
Course title		FINANCIAL INSTITUTIONS AND MARKETS	
Study programme		Professional graduate study programme	
Course status		Optional	
Year	Semester	1	2
Value of credits and lecturing procedures		ECTS	4
		Number of hours (Lectures+Exercises+Seminars)	30 (15+0+15)

1. COURSE DESCRIPTION	
1.1. Objectives	
<p>The objective of the course “Financial institutions and capital market” is to acquaint the students with the structure, function and regulation of financial system and the structure, mechanisms and way of functioning of financial institutions and financial markets. In the course, the banking and non-banking financial institutions will be covered, as well as financial markets: money markets, foreign exchange and capital markets. The objective of the course is to correlate its content to the course Financial Instruments which presents a basis for understanding financial institutions and markets and also to relate it to the course “International Financial Management”.</p>	
1.2. Course enrolment conditions	
None	
1.3. Expected outcomes of the course	
<ol style="list-style-type: none"> 1. to present functions of the financial system and provide arguments for the significance of financial markets and institutions for development of contemporary market-oriented economies 2. to synthesise the key factors upon determination of the prices of the financial assets and liabilities on financial markets (stressing the risk and term structure of interest rates and the difference between bond and equity capital) 3. to classify the basic types of financial institutions and key guidelines of their investment policies (monetary-deposit institutions and financial non-deposit institutions) 4. to classify the basic functions, characteristics and mechanisms of financial markets (individual cash markets, stock exchange markets, bond markets, foreign currency markets, other financial markets) 5. to apply the acquired knowledge through structuring of the working materials: Financial market/Financial institution. 	
1.4. Course contents	
<p>Financial system. Financial institutions and financial markets. Banking financial institutions (business banks, savings banks, credit unions and other). Non-banking financial institutions (insurance companies, investment funds, pension funds and other). Money market. Foreign exchange market. Capital market and mortgage market as constituent parts of capital market. Croatian financial system.</p>	
1.5. Teaching methods	<input checked="" type="checkbox"/> lectures <input type="checkbox"/> instruction <input checked="" type="checkbox"/> guided discovery learning <input checked="" type="checkbox"/> discussion <input checked="" type="checkbox"/> group/team learning <input type="checkbox"/> _____
1.6. Comments	
1.7. Students' obligations	

Attendance in classes – part time students are expected to be present at least 50% of the total teaching hours, whereas full time students are expected to be present at least 70% of the total teaching hours. In the case of student's inability to have the required attendance percentage, he/she will be required to write a seminar paper/a critical review on the topic determined by the lecturer. The submission of the correct seminar paper represents the condition to take the exam.

1.8. Monitoring students' accomplishments

Attendance	0.5	Student's activity during lectures	0.5	Seminar paper	0.5	Experimental work	
Written exam	2.0	Oral exam	0.5	Essay		Research work	
Project		Permanent testing of student's knowledge		Written presentation		Practical work	
Portfolio		Independent task solving					

1.9. Measuring the achievements of learning outcomes and evaluation and assessment of the results of students' work

The workload factor of each learning outcome stated in the Chapter 1.3. totals 1. A half of the workload factor for each learning outcome represents a minimum threshold for the achievement of the this learning outcome.

During the semester evaluated are student's activity, the seminar paper and its successful presentation as well as independent task solving. The final exam comprises the written part, the seminar paper and the oral part.

The final grade is based on the total sum of grades obtained in the written exam (60%), the seminar paper (20%) and oral exam (20%)

1.10. Obligatory reading

1. Mishkin F.S., Eakins, S.G.: Financijska tržišta + institucije, MATE i ZŠEM, Zagreb 2005.
2. Saunders, A., Cornett, M.M.: Financijska tržišta i institucije, Masmedia, Zagreb, 2006.
3. Cingula, M., Klačmer, M.: Financijske institucije i tržište kapitala, FOI, Varaždin 2003.

1.11. Optional reading

1. Madura, J., Financial institutions and markets, Thomson, Mason, Ohio, 2008.
2. Kidwell, D.S. i dr., Financial institutions, markets and money, Willey, N.Y., 2003.
3. Orsag, S.: Vrijednosni papiri, Investicije i instrumenti financiranja. Revicon. Sarajevo. 2011.
4. Cvjetičanin, M.: Burzovno trgovanje, Masmedia, Zagreb, 2004.
5. Gašparović, A: Tržište kapitala u Republici Hrvatskoj, Sinergija, Zagreb, 2001.
6. Horvat, B.: Financijska tržišta i institucije, Ekonomski fakultet Osijek, Osijek, 1999.
7. Foley, B.J.: Tržišta kapitala, MATE, Zagreb, 1993.
8. European Commission: Building a Capital Markets Union, Brussels, 18.2.2015.
9. The World Federation of Exchanges, Centre for European Policy Studies: Regulated Exchanges: Dynamic Agents of Economic Growth (The World Federation of Exchanges Centre for European Policy Studies), Oxford University Press (November 4, 2010).
10. Selected professional articles

1.12. Quality control which ensures the acquisition of the corresponding knowledge, skills and competences after the completion of the study.

At the end of the semester the students fill in an anonymous questionnaire. The comments, suggestions and information in the questionnaire and the evaluation procedures are to be used to improve lectures, exercises and other ways of work with students. Self-evaluation of teaching staff is aimed at making some corrections in order to improve the quality of teaching.

1.13. *Expected competences*

- Basic mastering and cognition of the elements of the financial system.
- Professional level of skills in estimating functionality of financial market developments.
- Well-developed analytical approach to recognition of investment policies of financial institutions.