

## **THEORETICAL FOUNDATIONS OF MONETARY ANALYSIS**

### **Course aims**

- To provide students with a sound understanding of traditional and contemporary monetary theory.
- To provide students with the analytical tools to be used in addressing modern policy issues in both domestic and cross-border payment and settlement systems.
- To provide students with the conceptual framework needed to understand the roots of the systemic financial crisis that burst after the demise of Lehman Brothers.

### **Learning purposes**

At the end of this course, students must:

- understand the nature and functions of money, and the methods used in constructing monetary aggregates;
- be able to explain production, financial transactions, and banks' activities from a macroeconomic perspective;
- understand the working of payment and settlement systems as well as the monetary–structural origins of systemic financial crises;
- understand the theoretical and empirical limits of traditional and contemporary monetary analyses;
- be able to understand recent monetary economics literature at an advanced level of investigation;
- have an idea of what has been done and what remains to be done in contemporary monetary macroeconomics.