

Subject				
International Finance III				
ECTS code	Semester	Faculty: Finance		
	3	Major: Finance and Accounting		
		Specialization: Corporate Finance and Accounting		
Faculty:				
Lecture: Igor Styn, Ph. D.				
Classes: Igor Styn, Ph. D.				
System of studies:				
full time, second degree				
Subject status	Pass requirement	Number of contact hours		ECTS points
		Lectures	Classes	
Group E	Examination	15	15	5
Teaching language				
English				
Subject provisions and objectives (including the expected can-do of students on completion of the course)				
This course is focused on the analysis of financial crises.				
Main objectives:				
<ul style="list-style-type: none"><li>- to show how a financial crisis arises, strenghtens, and destroys economy;</li><li>- to show how international macroeconomic policy can help to avoid financial crises in the future.</li></ul>				
At the completion of the course the student should be able to:				
<ul style="list-style-type: none"><li>- recognize different kinds of financial crises;</li><li>- understand all major factors being a base for a crisis (a “what went wrong” analysis);</li><li>- analyze different tools to cope with a financial crisis and different approaches to anti-crisis policy.</li></ul>				
Teaching curriculum ( in case of prescribed subjects, compliance with the standards, maximum 15 topics)				
This is not a prescribed course. No imposed standard exists.				
<ul style="list-style-type: none"><li>1. Definitions of a financial crisis.</li><li>2. Different kind of financial crises.</li><li>3. Different approaches to the analysis of a financial crisis.</li><li>4. The impact of globalization on financial crises. The contagion effect.</li><li>5. A crisis who never ends: Japan after Hensei crisis in 90-ties.</li></ul>				
Class topics (maximum 15 topics)				
As above. Classes will be focused mainly on analysis of particular crises chosen by lecturer and students.				
Introductory topics				
International Finance, Banking, Corporate Finance, Financial Markets, International Finance II				
Teaching methods				
Lectures, exercises, and case studies				
Basic literature and other sources				

1. **Krugman P. R., Obstfeld M., Melitz M., International Economics: Theory and Policy, 9<sup>nd</sup> ed., Prentice Hall, 2011.**
2. De Grauwe P., Economics of Monetary Union, 8<sup>th</sup> ed., Oxford University Press, Oxford 2009.
3. World Economic Outlook, IMF, different issues, at least from 2008, 2009, and 2010.
4. Global Financial Stability Report, IMF, different issues, at least from 2008, 2009, and 2010.
5. ECB Annual Report, ECB, different issues, at least from 2008, 2009, and 2010.

#### **Pass requirements for signature/examination**

Final test (multiple choice test) – 50%; case studies – 50%.

#### **Examples of questions for tests and examinations**

1. Explain similarities and differences between a foreign debt crisis and a stock exchange crisis.
2. What should be done to save EMU as a sound common currency area?