

# Globalisation and Financial Markets (CM)

## Mastère Economie et Management 1 Mention Affaires Internationales Hiver 2010

Ce cours de 20 heures fait partie des études de Sciences économiques et de Gestion à l'Université d'Angers. Il est obligatoire pour les étudiants en première année de mastère, mention affaires internationales. Le cours magistral est accompagné de 10 heures de travaux dirigés.

**Il est enseigné en anglais.**

<u>Horaires :</u>	Le lundi de 14h00 à 16h00 (attention : horaires variables !)
<u>Salle :</u>	variable
<u>Première séance :</u>	13 janvier 2010
<u>Heures de bureau :</u>	sur RDV, écrire à Guido.Hulsmann@univ-angers.fr
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## Evaluation

Oral Exam (100%).

## Contents and objectives

The analysis of international payments and factor movements is an important tool for policy makers and especially for investors in business and financial markets. In our course we will stress the relation between production and finance (between the "real" economy and financial markets) in an international context. Our exposition will be bottom-up, starting with the most general problems and then turning to more and more specific issues.

After an introductory lecture (1), we will first analyse in some detail how a market economy works, how it is financed, and what this implies for factor movements (lectures 2-4). Then we shall study the main tools of government intervention in trade, banking, and finance, and examine how these interventions affect international economic relations and financial markets in particular (lectures 5-10).

Our main objective is to familiarise the students with those elements of the theory of international economic relations that are necessary for successful investment.

# Bibliography

## Main References (available in the St. Serge university library)

- Stephen Valdez, *An Introduction to Global Financial Markets* (4<sup>th</sup> ed., London: Palgrave Macmillan, 2007).
- F. Mishkin & S. Eakins, *Financial Markets and Institutions* (4<sup>th</sup> ed., Boston: Addison Wesley, 2003).
- Murray N. Rothbard, *Man, Economy, and State* (4<sup>th</sup> ed., Auburn : Mises Institute, 2004). Cote 33055 ROT

## Reading Suggestions:

- J.G. Hülsmann, *The Ethics of Money Production* (Auburn, Ala.: Mises Institute, 2008).
- P. Krugman, *La mondialisation n'est pas coupable : vertus et limites du libre-échange* (2<sup>e</sup> éd., Paris : La Découverte, 2000). Cote 33680 KRU
- D. Landes, *Richesse et pauvreté des nations* (Paris : Albin Michel, 2000). Cote 33050 LAN
- L.v. Mises, *L'action humaine* (Paris : Presses Universitaires de France, 1985). Cote 33055 VON
- P. Salin, *L'ordre monétaire mondial* (Paris : PUF, 1982). Cote 33705 SAL
- P. Schwartz, *Euro as Politics* (London: Institute of Economic Affairs, 2004).
- H. de Soto, *Le mystère du capital* (Paris : Flammarion, 2005). Cote 33850 SOT

## Plan (CM)

1. Production
2. Investment in a Market Economy
3. Investment and Savings without Financial Markets
4. Financial Markets without Intermediaries
5. Financial Agents
6. Market-Based Finance
7. Monetary Policy
8. Monetary Policy and Investment
9. Exchange-Rate Policy
10. Stabilisation Policies and Financial Markets

## Plan (TD)

1. Political Risk
2. “Doing Business” and other country rankings
3. Exchange-Rate Determination
4. Balance of Payments
5. International Monetary Systems