

Study program: Economics and business management			
Type and level of studies: Graduate studies			
Course unit: Financial System and Economic Growth			
Teacher in charge: Milka Grbić, PhD			
Language of instruction: English			
ECTS:			
Prerequisites:			
Semester: Summer			
Course unit objective: The aim of studying this course is to understand the nature of various institutional frameworks of the financial system in both developed and developing countries. New knowledge serves as a basis for a deeper examination of the role and significance of the financial system in the functioning of the market economy. Special attention is given to understanding the functions of the financial system and their impact on capital accumulation and the development of technological innovations as primary determinants of economic growth. In other words, the objective of the course is to familiarize students with alternative theories and models that seek to explain economic growth.			
Learning outcomes of Course unit By studying this course, students are provided with the opportunity to gain a comprehensive understanding of the interdependence between financial development and long-term economic growth. The final outcome is reflected in the students' competence to participate in the preparation of economic analyses and forecasts related to the formulation of economic policy and development strategies for the national economy.			
Course unit contents Theoretical teaching: 1. Structure of the Financial System 2. Functions of the Financial System 3. Determinants of Financial System Development 4. Comparison of Market-Oriented and Bank-Oriented Financial Systems 5. Development of Financial Intermediation and Technological Specialization 6. Efficiency of Financial Intermediation and Economic Growth 7. Borrowing Constraints and Capital Accumulation 8. Screening of Entrepreneurial Ideas and Technological Innovations 9. Investment Monitoring and Economic Growth 10. Investment Liquidity and Capital Accumulation Practical teaching: Exercises, other forms of teaching, study research work, seminar paper			
Literature Fohlin Caroline, <i>Mobilizing Money – How the World's Richest Nations Financed Industrial Growth</i> , Cambridge University Press, Cambridge, 2012. Asli Demirgüç-Kunt, Ross Levine, <i>Financial Structure and Economic Growth: A Cross-Country Comparison of Banks, Markets, and Development</i> , The MIT Press, London, 2001.			
Number of active teaching hours			Other classes
Lectures 2	Practice 2	Other forms of classes	
Teaching methods			
Examination methods (maximum 100 points)			
Exam prerequisites	No. of points:	Final exam	No. of points:
Student's activity during lectures	/	written exam	40
practical classes/tests	/		
Seminars/homework	/		
Colloquiums	60		
Other			