FEDERAL STATE EDUCATIONAL BUDGETARY INSTITUTION OF HIGHER EDUCATION

«FINANCIAL UNIVERSITY
UNDER THE GOVERNMENT OF THE RUSSIAN FEDERATION»

(FINANCIAL UNIVERSITY)

**Department of World Economy and World Finance**

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**THEORY AND PRACTICE OF THE FUNCTIONING OF INTERNATIONAL AND REGIONAL MONETARY AND FINANCIAL INTEGRATION ASSOCIATIONS (in English)**

***Level of Study:*** *Master’s Degree*

***Field of Study:*** *38.04.01 «Economy»*

***Study Program:*** «*International finance* *(in English)»*

**Moscow 2019**

**1. Name of a subject**

Name of a subject – Theory and practice of the functioning of international and regional monetary and financial integration associations(in English).

**2. Mapping of learning outcomes (list of competences), with the relevant indicators described and subject learning outcomes indicated**

The section lists the graduates’ coded competencies that are to be developed during the learning process, indicators that show their development (generalized descriptions of specific actions performed by the graduate that clarify and reveal the competence content), learning outcomes (knowledge, skills) with indicators of competence development (see table 1).

 Table 1

|  |  |  |  |
| --- | --- | --- | --- |
| Competence code | Competence  | Competence development indicators[[1]](#footnote-1) | Learning outcomes (skills[[2]](#footnote-2), and knowledge) and indicators that show competence development  |
| DKN -3 | Ability to analyze the features of the key segments of financial markets, the relationship between these segments, as well as use the international practice of organizing systems for regulating financial markets | 1. Planning, implementation and results control of trading operations in the financial market | **Knowledge** ofplanning methods, mechanisms for the implementation and control of trading operations in the financial market;**Ability** to apply modern approaches to the organization and implementation of trading operations in the financial market; |
| UK-1 | Ability for abstract thinking, critical analysis of problem situations based on a systematic approach, development of an action strategy | 1. Usage of methods for abstract thinking, analysis of information and synthesis of problem situations, formalized models of processes and phenomena in professional activity.

2. Demonstrates ways of comprehending and critical analysis of problem situations.З.Offers non-standard problem solving, new original projects, develops an action strategy based on a systematic approach | **Knowledge** of domestic and international legislation in the field of currency, credit and financial cooperation;**Ability** topropose ways to solve economic and financial problem situations arising in the global economy; **Knowledge** of ways of analyzing problem situations;**Ability to** use modern tools in analytical work;**Knowledge** of the main algorithms for solving problem situations, types of strategies in the field of international monetary and financial relations;**Ability** to develop strategies for action based on a systematic approach. |
| UK -7 | Ability to conduct scientific research, evaluate and document its results | 1.Applies methods of applied scientific research.2.Independently studying new techniques and research methods, including in new types of professional activity.З.Advances independent hypotheses.4.Forms research results in the form of analytical notes, reports and scientific articles. | **Knowledge of** tools and methods for studying the functioning of monetary and financial integration associations;**Ability** toevaluate the practice of functioning of monetary and financial integration associations;**Knowledge of** informational sources for research,**Ability** to analyze information using new research methods in professional activities;**Knowledge** of the procedure for setting research and applied problems, stages of hypothesis development;**Ability** to analyze facts, phenomena and processes that need to be confirmed or refuted when putting forward a hypothesis;**Knowledge** of order for registration of research results;**Ability** to submit research results in the form of analytical notes, reports and scientific articles. |

**3. Place of the subject in the curriculum**

The subject «Theory and practice of the functioning of international and regional monetary and financial integration associations»(in English) is the elective discipline of the module of elective disciplines deepening profile development for students studying at the Master’s degree level in the field of study 38.04.01 «Economy», study program «International finance» (in English).

**4. Workload in credits and academic hours, with class work (lectures and seminars) and self-study indicated**

Table 2

|  |  |  |
| --- | --- | --- |
| **Type of work**  | **Total** **(in credits and hours)**  | **Module 5** **(in hours)** |
| **Overall workload**  | **3 cr.; 108 h.** | **3 cr.; 108 h.** |
| ***Class work***  | ***32*** | ***32*** |
| *Lectures*  | ***8*** | ***8*** |
| *Seminars, practicals*  | ***24*** | ***24*** |
| ***Self study***  | ***76*** | ***76*** |
| Formative assessment  | ***Test*** | ***Test*** |
| Summative assessment  | **Credit** | **Credit** |

**5. Subject content (with the thematic components indicated)**

**Topic 1. Integration processes: essence, trends and theoretical foundations**

Neoclassical and Keynesian approaches to international economic integration. The theory of the optimal currency zone and its development in modern conditions. Development stages of economic integration. Levels and models of economic integration. Open and closed regionalism. Integration "top" and "bottom". Background and reasons for integration. Development factors for economic integration. International and regional integration. Integration and globalization. The role of states in integration. Problems of supranational regulation. The problems of sovereignty. Political aspects of integration. The nature and consequences of monetary and financial integration. World economic crisis and integration processes. The most important integration associations in the modern world.

**Topic 2. Monetary and financial integration in Europe.**

Development Stages of monetary and financial integration in Europe. Evolution of the European Union from the Customs Union to the European Monetary System. Features of the Werner Plan in creation of Economic and Monetary Union. Formation features of the European monetary system. The role of the ECU in the development of integration. Vulnerabilities in EMU 1980s. Features and characteristics of the “Delors Plan” in the development of European monetary and economic integration. The role of Maastricht Treaty in establishing the Economic and Monetary Union (EMU). The compliance problem of the requirements for real and nominal convergence. Stages of creating EMU. The place and role of exchange rate policy in the triad of goals determined by the monetary authorities of countries when creating an economic and monetary union. The coordination problem of ECB common monetary policy with other areas of economic policy. The current state of integration for European financial markets inside the euro area countries.

**Topic 3. International and regional trade, economic and monetary financial integration associations**

Comparison of international integration associations by stages of integration, areas of integration, problems and contradictions of countries. NAFTA (North American Free Trade Agreement - NAFTA), North American currency union. Prospects for the single currency "Amero."

Association of Southeast Asian Nations – ASEAN prospects of creating a monetary union in East Asia using the new single currency ACU, (Asian Currency Unit). Using the US dollar and the euro as common currencies in currency unions for developing countries (East Caribbean Monetary Union, West African Economic and Monetary Union, Central African Economic and Monetary Community).

 **Topic 4. Development of regional trade, economic, monetary and financial associations with the participation of Russia**

 Stages of integration cooperation in the trade-economic and monetary-financial sphere within the framework of the Commonwealth of Independent States and the Common Economic Space. Stages of development for the Eurasian Economic Union (EAEU). Institutional management structure in the EAEU. Eurasian Economic Commission and its structure. Directions of monetary and economic integration in the EAEU. Regulatory framework for the formation of the EAEU. Creation of a common financial market within the EAEU. The role of the Eurasian Development Bank and the Eurasian Fund for Stabilization and Development (EFSD) in the development of monetary and economic integration for the post-Soviet countries. Trends in the use of national currencies of EAEU member countries. Coordination problems of monetary and exchange rate policies within the EAEU. Assessing the prospects of creation a monetary union and common financial market within the EAEU. Currency and financial cooperation within the BRICS group. New Development Bank and BRICS Foreign Exchange Pool. Cooperation trends within the Shanghai Cooperation Organization.

 **6. List of teaching and methodological materials needed for the students self-study**

**6.1. List of questions for student self-study and types of out-of-class activities**

The section lists types of out-of-class activities that correspond to items in the subject content description.

Table 3

|  |  |  |
| --- | --- | --- |
| **Itemized subject content**  | **Questions the students should answer within the self-study process**  | **Types of out-of-class activities**  |
| 1. Integration processes: essence, trends and theoretical foundations | 1.General prerequisites for world integration processes.2.The role of integration associations in the global economy.3.Disintegration as a reverse process: its effects, economic and non-economic interests of the subjects and the most important factors.4.Features of structuralism.5.The main theoretical provisions of neo-Keynesianism and their reflection in modern integration processes of the world economy.6.Problems, contradictions and difficulties of international monetary and financial integration. | Studying recommended textbooks and teaching aids, searching for relevant information on the Internet |
| 2.Monetary and financial integration in Europe | 1.Evolution of the European Union from a Customs Union to a European Monetary System.2.The role of ECU in the development of integration.3.Stages of creating a European EMU.4.Place and role of exchange rate policy in the creation of an economic and monetary union.5.Dynamics of the euro exchange rate at various stages of the functioning of the EEMU. 6.Constraints on the development of the euro as a global reserve currency. | Studying recommended textbooks and teaching aids, searching for relevant information on the Internet |
| 3.International and regional trade, economic and monetary financial integration associations | 1.The importance of the state and business for international and regional integration associations. 2.Stages of the formation of North American integration3. Economic characteristics of NAFTA.4.Reasons and goals for the establishment of the Association of Southeast Asian Nations (ASEAN).5.Factors and objectives of the Asia-Pacific Economic Cooperation (APEC) Forum.6.Principles for the formation of a common economic and financial space for West African countries (WAEMU).7.Integration problems within the framework of MERCOSUR. | Studying recommended textbooks and teaching aids, searching for relevant information on the Internet |
| 4.The development of regional trade, economic, monetary and financial associations with the participation of Russia | 1.Features of economic integration within the CIS.2. Stages of development of the Eurasian Economic Union.3. History and goals of the Eurasian Fund for Stabilization and Development (EFSD)4. The history and goals of the creation of the BRICS group.5. The history and goals of the Shanghai Cooperation Organization (SCO).6. Expansion of partnership within the SCO. | Studying recommended textbooks and teaching aids, searching for relevant information on the Internet |

**6.2. List of questions/assignments/topics for students’ preparation to formative assessment**

 **An approximate list of topics and recommendations for performing the test work.**

 Examination is an element of independent practical work of students. It is designed to determine the degree of knowledge and skills acquired by students during the process of studying the discipline. The text of the completed assignment should be written in a scientific style. The design of the text should also be done competently. Empty spaces and, especially, pages should be avoided. All tables, figures and diagrams are referenced in the text.

Examination is performed in A4 format. Font – Times New Roman. The main text of the work is typed in 14th font at 1.5 intervals, justified, line spacing “Normal”, red line 1.25 cm. Hyphens are automatically arranged. Margins: upper 2.0 cm, lower 2.0 cm, left 3.0 cm, right 1.0 cm. There are no gaps between paragraphs. Footnotes are made at the bottom of the page. Tables and figures are numbered separately. The number includes the chapter number and the figure / table number in this work.

Pages of the work should be numbered. The numbering starts from the page with the table of contents, with number “2”, and then in order. The end of numbering is on the last page for the list of references. The number is placed at the bottom of the page on the right. The volume of the completed task is 7-10 pages. Originality of the text is not less than 85%.

1. The formation of a new world order and integration processes.

2. The main characteristics of economic integration.

3. International integration: the essence and forms of manifestation.

4. The role of state and international institutions in the regulation of integration processes.

5. Distinctive features of the integration processes of developing countries.

6. The main types of modern integration associations.

7. Civilized and regional approach to the classification of integration associations.

8. Modern integration associations, their specifics.

9. Negative and positive consequences of the development of integration associations in the modern world.

10. Features of monetary and financial integration in the EU.

11. Development of integration on the North American continent.

12. Prospects for monetary and financial integration on the African continent.

13. Problems and prospects of monetary and financial integration in Latin America.

14. Integration processes in the post-Soviet countries.

15. Prospects for integration within the BRICS group.

16. The CIS as a kind of integration association: prospects for monetary and financial cooperation.

17. Financial and currency regulation development for the countries of the Eurasian Economic Union (EAEU).

18. Creation and functioning of regional financial and banking institutions within the framework for BRICS and the EAEU.

19. Forms and main directions of financial policy within the EAEU.

20. Prospects for BRICS as a new form of international monetary and financial-economic integration.

21. ASEAN: history of development, current state of the prospects for integration.

22. The Asia-Pacific Economic Community: creation goals , features of functioning.

23. Levels of economic integration in the Asia-Pacific region and prospects for Russian participation.

24. Prospects for the development of the renminbi as a reserve currency.

25. Prospects for monetary integration in the framework of the Eurasian Economic Union.

**Sample list of topics for the performance of the test**

1. The concept of international economic integration.

2. Factors and conditions of international economic cooperation.

3. The goals of creating integration groups.

4. Forms of international economic integration, their general characteristics.

5. Mechanisms and consequences of international economic integration.

6. Current trends in international economic integration. Their impact on the global economy.

7. Theories of economic integration, their evolution.

8. Goals and content of the economic analysis for regional economic cooperation of countries.

9. Distinctive features of the integration processes for the developing countries.

10. Features of monetary and financial integration.

11. The main centers of integration processes in the modern world economy.

12. The contradictions of the processes for globalization and regionalization of the world economy in the post-crisis development conditions

13. Static and dynamic effects of monetary and financial integration, their impact on countries' policies.

14. Integration associations in Europe, their general characteristics.

15. EU: evolution of development, current state.

16. Features of monetary and financial integration in the EU.

17. EU Management Institutions.

18. The impact of the global financial crisis on changing ECB approaches to monetary and financial policies.

19. NAFTA: creation goals, stages and development prospects.

20. Features of regional cooperation of Latin America.

21. Distinctive features of monetary and financial integration of industrialized and developing countries.

22. Features of monetary and financial integration for developing countries in Africa, prospects for its development.

23. The integration groups of African countries, their general characteristics.

24. Regional cooperation of the countries for the Asia-Pacific region: goals, objectives, development prospects.

25. ASEAN: a history of development, the purpose of creation.

26. APEC: structure, general characteristics, features and development prospects.

27. Factors and conditions for the integration of the former Soviet republics.

28. CIS as a kind of integration association: prospects for monetary and financial cooperation.

29. Creation and functioning of regional financial and banking institutions within the framework of BRICS and the EAEU.

30. Forms and main directions of financial policy within the EAEU.

31. Prospects for BRICS as a new form of international monetary and financial-economic integration.

32. Development of integration monetary and financial cooperation for the member countries of the Eurasian Economic Union, taking into account the experience of European EMU.

33. Development of financial and currency regulation within the countries of the Eurasian Economic Union (EAEU).

34. Trends in the use of national currencies for EAEU member countries.

35. The problem of the debt crisis in the euro area and its impact on macroeconomic stability in the region.

**7. Mandatory and optional reading list**

**Mandatory reading list**

1. International monetary and credit relations: textbook for universities / L.N. Krasavina [and others]; Financial University; ed. L.N. Krasavina − M .: Yurayt, 2016 − 544 p. /2016 EBS Yurayt.

2. World finance. In 2 vols. Vol. 1: textbook and workshop for undergraduate and graduate programs / V.V. Antropov [and others]; Financial University; ed. M.A. Eskindarov, E.A. Zvonova − Moscow: Yurayt, 2016, 2017 − 374 p. [Electronic resource]. − 2018. − Access mode: https://biblio-online.ru/book/A724B057-CFA3-4099-BD15-EBDE7F05C71C/mirovye-finansy-v-2-t-tom-1

World finance. In 2 vols. Vol. 2: textbook and practical work for undergraduate and graduate programs / V.V. Antropov [and others]; Financial University; ed. M.A. Eskindarov, E.A. Zvonova. − Moscow: Yurayt, 2016, 2017.− 373 p. − The same [Electronic resource]. − 2018. − Access mode: <https://biblio-online.ru/book/D62CBC02-FAF7-470D-9A92-4C8A8AD8A2FE/mirovye-finansy-v-2-t-tom-2>

3. International credit: textbook / group of authors; ed. M.A. Eskindarov, E.A. Zvonova. − Moscow: KNORUS, 2019. − 432 p. Access mode: http://www.library.fa.ru/ve\_files/works/Intcredit.pdf

**Optional reading list**

4. Balyuk I.A., Zvonova E.A., Beach M.G. et al. The influence of globalization on the formation of the Russian financial market / Collective monograph edited by E.A. Zvonova. − M .: Knorus, 2018.

5. International financial market: textbook and workshop for undergraduate and graduate programs / Financial University; ed. M.A. Eskindarov, E.A. Zvonova. − Moscow: Yurayt, 2017. − 453 p. [Electronic resource]. − 2018. − Access mode: https: //biblio-online.ru/book/mezhdunarodnyy-finansovyy-rynok-413940.

6. International economic relations in the global economy: textbook for undergraduate and graduate programs / ed. I.N. Platonova. − M .: Publishing house Yurayt, 2019. − 528 p. / 2019 EBS Yurayt.

7. International monetary relations: textbook for students for direction "Economy" / M.А. Eskindarov [and others]; Financial University; ed. M.A. Eskindarov, E.A. Zvonova. − Moscow: Knorus, 2018 − 539 p. − Access mode: https://www.book.ru/book/926827.

8. World finance / Financial University; ed. M.A. Eskindarov, E.A. Zvonova.- Moscow: Knorus, 2017 - 424 p. - [Electronic resource]. - Access mode: <https://www.book.ru/book/922006>.

**8. List of IT resources, incl. the list of software, information and reference systems.**

**8. 1. Software:**

1. Windows, Microsoft Office software;

2. ESET Endpoint Security antivirus software; etc.

**8.2. Databases and information and reference systems**

1. Alpina Digital Online Business Library http://lib.alpinadigital.ru/

2.Bloomberg Interactive Financial Information System.

3.Garant information and reference system.

4. Consultant Plus legal information system.

5. <http://ru.wikipedia.org/wiki/Wiki> e-encyclopedia.

6. <http://www.skrin.ru/> database; etc.

7. <https://rstudio.com/>

8.Gretl для Windows.

9.MathWorks MATLAB & Simulink.

**8.3. Certified software/hardware used for information protection**

No such software/hardware is used.

1. To be filled in when the updated Financial University educational standards and federal state educational standards of higher education “3++” are implemented. [↑](#footnote-ref-1)
2. Skills are described when the Financial University educational standards of the 1st generation and federal state educational standards of higher education “3+” are implemented. [↑](#footnote-ref-2)