Table 5.2. Course Specification		
Study programme: **First-cycle academic studies of the first level – Law**		
Course title: **Financial Markets**		
Instructor(s): Miljana R. Barjaktarović		
Course status: Elective, third year, fifth semester		
ECTS: 4		
Prerequisites: None		
Course Aim The aim of the course is for students to understand the basic mechanisms operating in the financial system and on financial markets, so as to be able to grasp the economic effects that positive legal regulations and legal institutions create on those markets. The aim is for students to acquire theoretical knowledge in the field of financial markets and institutions; to become familiar with the development of the financial market, the functions, structure and forms of financial market regulation, the role and significance of securities, the types and rules of trading; and to understand the connections and interactions between financial markets, financial institutions and financial instruments. Understanding how financial markets function enables lawyers to grasp the essence of financial intermediation (linking savings and investments), as well as to adopt the basic economic toolkit they can use when analysing positive legal regulations and when arguing during the analysis of legal problems arising from transactions on financial markets.		
Learning Outcomes The learning outcomes are the acquired theoretical knowledge and the student's ability to understand: the structure of the financial market, its segments, financial institutions and financial instruments, the mechanisms of their functioning and their significance and impact on economic growth and the functioning of the real sector and economic life of a country; the specificities of the primary (issuance) and secondary financial market; the main economic models describing the price of financial assets; the specificities of the functioning of the most important financial institutions – banks, insurance companies, pension funds, investment funds and other financial institutions, particularly investment banks on the issuance market; risk management strategies as basic prerequisites for investing on the financial market; independent trading in individual segments of the financial market; and an understanding of the interdependence of law and economics and the importance of regulations in shaping the behaviour of participants on the financial market.		
Course Content *Theoretical instruction* Foundations of the financial system. The role and place of financial systems in a market economy. The connection between the financial and real sectors of the economy. Analysis of financial markets. Concept, role and development of financial markets. Classification and types of financial markets. Money market. Capital market. Foreign exchange market. Stock exchanges and stock exchange transactions. Basic characteristics of modern financial markets. Purposes and objectives of the statutory regulation of financial markets. Basic forms of regulation. Efficiency of financial markets. Participants in financial markets. Banks. Insurance companies. Pension funds. Investment companies. Shares. Bonds. Derivative financial instruments. Financial derivatives markets. Primary and secondary markets. Economic analysis of financial market regulation. *Practical instruction* Further clarification of some topics covered in lectures. Analysis of cases from practice. Field visits to financial markets (Belgrade Stock Exchange, PIO Fund, etc.). Preparation for colloquia and the exam. Evaluation of teaching and analysis of its results.		
Literature Mishkin Frederic S., Eakins Stanley, Financial Markets and Institutions, Pearson, 2021 .Fabozzi Frank J., Jones Edwin H., Foundations of Global Financial Markets and Institutions, MIT Press, 2019.		
Hours of active teaching:	Theoretical instruction: 30	Practical instruction: 0

Teaching Methods
Lectures with PowerPoint presentations, seminar papers (essays), consultations, study visits to banks, insurance companies, the Belgrade Stock Exchange, etc.
Knowledge Assessment (maximum points: 100)

Pre-exam obligations	**Points**	**Final exam**	**Points**
Activity during lectures	10	Written exam	-
Practical instruction	5	Oral exam	50
Colloquium(s)	25	....	-
Seminar(s)	10	-	-