

IMF – Singapore Regional Training Institute
Course on Financial Market Analysis (ST15.10 FMA)
Singapore
May 18–29, 2015
Reading List

Session	Reading
L-1	<p>The Role of Financial Markets</p> <p>Asmundson, Irena, 2011, “What are Financial Services?” <i>Finance and Development</i>, Vol. 48, No. 1 (March). http://www.imf.org/external/pubs/ft/fandd/2011/03/pdf/basics.pdf</p> <p>Bodie, Z., A. Kane, and A. Marcus, 2014, “The Investment Environment,” Chapter 1 in <i>Investments</i> (Singapore: McGraw Hill, Asia Global Edition).</p> <p>Mishkin, Frederic, 2010, “An Economic Analysis of Financial Structure,” Chapter 8 in <i>The Economics of Money, Banking, and Financial Markets</i> (New York: Prentice Hall, 9th ed.), pp. 169–197.</p> <p><i>Supplementary:</i></p> <p>Levine, Ross, 2005, “Finance and Growth: Theory and Evidence” in <i>Handbook of Economic Growth</i>, ed. by Philippe Aghion and Steven Durlauf (Amsterdam: Elsevier Science). http://www.econ.brown.edu/fac/Ross_Levine/Publication/Forthcoming/Forth_Book_Durlauf_FinNGrowth.pdf</p>
L-2	<p>Financial Instruments</p> <p>Bodie, Z., A. Kane, and A. Marcus, 2014, “Asset Classes and Financial Instruments,” Chapter 2 in <i>Investments</i> (Singapore: McGraw Hill, Asia Global Edition).</p> <p>Fabozzi, Frank J., and Steven V. Mann, 2000, “Private Money Market Instruments,” Chapter 10 in <i>The Handbook of Fixed Income Securities</i> (New York: McGraw Hill, 6th ed.), pp. 231–251.</p> <p>Grinblatt, M., and S. Titman (eds.), 2002, “Debt Financing,” Chapter 2 in <i>Financial Markets and Corporate Strategy</i> (New York: McGraw Hill), pp. 29–75.</p> <p>Jobst, Andreas, 2008, “What is Securitization?” <i>Finance and Development</i>, Vol. 45, No. 3 (September). http://www.imf.org/external/pubs/ft/fandd/2008/09/pdf/basics.pdf</p> <p><i>Supplementary:</i></p> <p>Stulz, René M., 2004, “Should We Fear Derivatives?” <i>Journal of Economic Perspectives</i>, Volume 18, No. 3, pp. 173–192. http://pubs.aeaweb.org/doi/pdfplus/10.1257/0895330042162359</p>

Session	Reading
L-3	<p>The Firm's Financing Decision</p> <p>Barclay, Michael J., and Clifford W. Smith, Jr., 2005, "The Capital Structure Puzzle: The Evidence Revisited," <i>Journal of Applied Corporate Finance</i>, Vol. 17, No. 1. http://onlinelibrary.wiley.com/doi/10.1111/j.1745-6622.2005.012_2.x/abstract</p> <p>Myers, Stewart C., 2001, "Capital Structure," <i>Journal of Economic Perspectives</i>, Vol. 15, No. 2 (Spring), pp. 81–102. http://pubs.aeaweb.org/doi/pdfplus/10.1257/jep.15.2.81</p> <p><i>Supplementary:</i></p> <p>Fan, Joseph P.H., and Sheridan Titman, 2010, "An International Comparison of Capital Structure and Debt Maturity Choices," NBER Working Paper 16445 (Cambridge, MA: National Bureau of Economic Research). http://www.nber.org/papers/w16445</p> <p>International Monetary Fund, 2005, "Corporate Finance in Emerging Markets," Chapter 4 in <i>Global Financial Stability Report</i>, April (Washington). http://www.imf.org/External/Pubs/FT/GFSR/2005/01/pdf/chp4.pdf</p> <p>Myers, Stewart C., 1984, "The Capital Structure Puzzle," <i>Journal of Finance</i>, Vol. 39, No. 3 (July), pp. 575–92. http://www.nber.org/papers/w1393.pdf</p> <p>Rajan, Raghuram G. and Luigi Zingales, 1995, "What Do We Know about Capital Structure? Some Evidence from International Data," <i>Journal of Finance</i>, Vol. 50, No. 5 (December), pp. 1421–1460. http://www.nber.org/papers/w4875.pdf</p>
L-4	<p>Primary and Secondary Markets for Securities</p> <p>Bodie, Z., A. Kane, and A. Marcus, 2014, "How Securities are Traded," Chapter 3 in <i>Investments</i> (Singapore: McGraw Hill, Asia Global Edition).</p> <p>Dodd, Randall, 2008, "Over-the-Counter Markets: What are They?" <i>Finance and Development</i>, Vol. 45, No. 2 (June). http://www.imf.org/external/pubs/ft/fandd/2008/06/pdf/basics.pdf</p> <p>International Monetary Fund and The World Bank, 2001, "Developing a Primary Market for Government Securities," Chapter 5 in <i>Developing Government Bond Markets: A Handbook</i> (Washington). pp. 153–178. http://go.worldbank.org/4THPS6HUW0</p> <p><i>Supplementary:</i></p> <p>International Monetary Fund, 2005, "Development of Corporate Bond Markets in Emerging Market Countries," Chapter 4 in <i>Global Financial Stability Report</i>, September (Washington). http://www.imf.org/External/Pubs/FT/GFSR/2005/01/pdf/chp4.pdf</p>

Session	Reading
	<p>International Monetary Fund, 2010, “Making Over-the-Counter Derivatives Safer: The Role of Central Counterparties,” Chapter 3 in <i>Global Financial Stability Report</i>, April (Washington). http://www.imf.org/external/pubs/ft/gfsr/2010/01/pdf/chap3.pdf</p>
L-5	<p>Pricing Money Market Instruments</p> <p>Bodie, Z., A. Kane, and A. Marcus, 2014, “Introduction to Risk, Return and the Historical Record,” Chapter 5 in <i>Investments</i> (Singapore: McGraw Hill, Asia Global Edition).</p>
L-6	<p>Bond Pricing</p> <p>Bodie, Z., A. Kane, and A. Marcus, 2014, “Bond Prices and Yields,” Chapter 14 in <i>Investments</i> (Singapore: McGraw Hill, Asia Global Edition).</p>
L-7	<p>Bond Price Volatility</p> <p>Bodie, Z., A. Kane, and A. Marcus, 2014, “Managing Bond Portfolios,” Chapter 16 in <i>Investments</i> (Singapore: McGraw Hill, Asia Global Edition).</p>
L-8	<p>The Term Structure of Interest Rates</p> <p>Bodie, Z., A. Kane, and A. Marcus, 2014, “The Term Structure of Interest Rates,” Chapter 15 in <i>Investments</i> (Singapore: McGraw Hill, Asia Global Edition).</p> <p>Campbell, John Y. 1995, “Some Lessons from the Yield Curve,” <i>Journal of Economic Perspectives</i>, Volume 9, No. 3 (Summer), pp. 129–152. http://www.nber.org/papers/w5031.pdf</p> <p>Estrella, A., and M. R. Trubin, 2006, “The Yield Curve as a Leading Indicator: Some Practical Issues,” <i>Current Issues in Economics and Finance</i>, Federal Reserve Bank of New York, Volume 12, No. 5 (July/August). Available via: http://www.newyorkfed.org/research/current_issues/ci12-5.pdf</p>
L-9	<p>Equity Pricing</p> <p>Bodie, Z., A. Kane, and A. Marcus, 2014, “The Efficient Market Hypothesis,” and “Equity Valuation Models,” Chapters 11 and 18 in <i>Investments</i> (Singapore: McGraw Hill, Asia Global Edition).</p> <p>Wetherilt, Anne Vila and Olaf Weeken, 2002, “Equity Valuation Measures: What Can They Tell Us?” <i>Bank of England Quarterly Bulletin</i>, Winter. Available via: http://www.bankofengland.co.uk/publications/quarterlybulletin/qb020403.pdf</p> <p><i>Supplementary:</i></p> <p>Shiller, Robert J., 2003, “From Efficient Markets Theory to Behavioral Finance,” <i>Journal of Economic Perspectives</i>, Volume 17, No. 1, pp. 83–104. Available via: http://pubs.aeaweb.org/doi/pdfplus/10.1257/089533003321164967</p>

Session	Reading
<p>L-10</p>	<p>Asset Allocation and Diversification</p> <p>Bodie, Z., A. Kane, and A. Marcus, 2014, “Risk Aversion and Capital Allocation to Risky Assets” (Chapter 6), “Optimal Risky Portfolios” (Chapter 7) and “The Capital Asset Pricing Model” (Chapter 9) in <i>Investments</i> (Singapore: McGraw Hill, Asia Global Edition).</p> <p>Black, F., and R. Litterman, 1992, “Global Portfolio Optimization,” <i>Financial Analysts Journal</i>, pp. 28–43.</p> <p>Eugene F. Fama, and K. R. French, 2004, “The Capital Asset Pricing Model: Theory and Evidence,” <i>Journal of Economic Perspectives</i>, Vol. 18, No. 3 (Summer), pp. 25–46. http://pubs.aeaweb.org/doi/pdfplus/10.1257/0895330042162430</p> <p>Odier, P., and B. Solnik, 1993, “Lessons for International Asset Allocation,” <i>Financial Analysts Journal</i>, pp. 63–77.</p>
<p>L-11</p>	<p>Value at Risk</p> <p>Jorion, Philippe, 2001, “Computing Value at Risk,” Chapter 5 in <i>Value at Risk</i> (New York: McGraw-Hill, 2nd ed.), pp. 107–128.</p> <p><i>Supplementary:</i></p> <p>Haldane, Andrew G. and Ben Nelson, 2012, “Tails of Unexpected,” paper given at conference held at the University of Edinburgh Business School, “The Credit Crisis Five Years On: Unpacking the Crisis,” Edinburgh, June. http://www.bankofengland.co.uk/publications/Documents/speeches/2012/speech582.pdf</p> <p>International Monetary Fund, 2007, “Do Market Risk Management Techniques Amplify Systemic Risks?” Chapter 2 in <i>Global Financial Stability Report</i>, April (Washington). http://www.imf.org/External/Pubs/FT/GFSR/2007/02/pdf/chap2.pdf</p>
<p>L-12</p>	<p>Review Session</p> <p>No Required Readings</p>