**Assignment 2 FIN402 (1st Term 2022-2023)**

**Deadline: 30/10/2022 @ 23:59**

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| Course Name: **Financial Institutions and Markets** | Student’s Name: |
| Course Code: **FIN-402** | Student’s ID Number: |
| Semester: 1st | CRN: |
| Academic Year: 1443/1444 H, 1st Term | |

**For Instructor’s Use only**

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| Instructor’s Name: | |
| Students’ Grade: /10 | Level of Marks: High/Middle/Low |

**Instructions – PLEASE READ THEM CAREFULLY**

* This assignment is an individual assignment.
* **Due date for Assignment 2 is (30/10/2022)**
* The Assignment must be submitted only in **WORD format** via allocated folder.
* Assignments submitted through email will not be accepted.
* Students are advised to make their work clear and well presented; marks may be reduced for poor presentation. This includes filling your information on the cover page.
* Students must mention question number clearly in their answer.
* Late submission will NOT be accepted.
* Avoid plagiarism, the work should be in your own words, copying from students or other resources without proper referencing will result in ZERO marks. No exceptions.
* All answered must be typed using **Times New Roman (size 12, double-spaced)** font. No pictures containing text will be accepted and will be considered plagiarism).

**Submissions without this cover page will NOT be accepted**.

***Assignment Purposes/Learning Outcomes:***

After completion of **Assignment-2 (Mini Project)** students will be able to:

*LO1.Demonstrate an awareness of the variety of financial instruments.*

*LO2. Examine the role of the financial system in the economy and the rationale for financial intermediation.*

***Assignment Question:***  (**10 Marks)**

***Students must use proper references to justify their assignment work.***

Assignment 2 is a Mini Project.

There is a topic “THE ROLE OF MONETARY POLICY IN FINANCIAL STABILITY” *You have to select any country to explain how monetary policy helped country to stabilize financial system after a financial crisis.*

Write your answer by following these headings:

1. The functions of monetary policy *(In general)* *(2marks)*
2. Role of monetary policy in financial stability *(In general)* *(2marks)*
3. Describe the reasons for its financial crisis *(about your selected country)* *(2marks)*
4. Impact of financial crisis on economy *(about your selected country)* *(2marks)*
5. How monetary policy contributed in stabilizing economy *(about your selected country)* *(2marks)*

**Answers:**