1.	Title of the course	Behavioral Finance
2.	Course number	HS612L
3.	Structure of credits	3-0-0-3
4.	Offered to	PG
5.	New course/modification to	Modification To HS6028/10
6.	To be offered by	Department of Humanities and Social Sciences
7.	To take effect from	July 2022
8.	Prerequisite	Nil
9.	**Course Objective(s):** To introduce the predictable and repeatable mistakes that an investor makes in financial decision-making. To understand how incorporating these mistakes into finance theories can markedly improve standard finance models.	
10.	**Course Content:** Introduction to behavioral finance; Limits to arbitrage; Cognitive biases; Prospect theory; Non-consequentialism; SP/A theory; The decision making process and behavioral biases; Decision theory paradoxes; Stock market anomalies; Understanding investor behaviour; What "intelligence" means for investors.	
11.	**Textbook(s):** 1. Forbes W, *Behavioural Finance*, John Wiley & Sons (2009). 2. Shleifer A, *Inefficient Markets: An Introduction to Behavioral Finance*, Oxford University Press (2000).	
12.	**Reference(s):** 1. Ackert L and Deaves R, *Behavioral Finance: Psychology, Decision-Making, and Markets*, Cengage Learning (2009). 2. Thaler R, *Advances in Behavioral Finance. Vol. I*, Russell Sage Foundation (1993). 3. Thaler R, *Advances in Behavioral Finance. Vol. II*, Princeton University Press (2005).	