

Programme Name	Master of Commerce
Semester	Second
Paper No	2.52
Course Code	
Course Name	Indian Banking and Currency System
Course Type	Soft Skill Course
Effective from	DECEMBER 2011
Objective	To make the student familiar with the Indian Banking system and its role in development of India.

Unit No.	Topic No.	Content	Hrs.	Marks W + %	Credit
1	A	Indian banking system Banking structure of India –its various parts, types of Indian banking structure, role of banking in economic development. Types of commercial banks, Development of commercial banks in India.	08	13	0.5
	B	Nationalization of banking system Steps for nationalization of banks, objectives for nationalization of commercial banks, performance of nationalized banks, problems of nationalized banks' performance, suggestions for improving performance of nationalized banks, progress and challenges for nationalized banks, reasons for failure of co-operative banks and remedial measures for it, privatization of banks in India. Role of IDBI, IFC and UTI with reference to new industrial policy of globalization.	07	12	0.5
2	A	Schemes of banking development Merchant banking – Meaning, special services, restrictions of SEBI and RBI on merchant banking, Deposit insurance scheme – Establishment of Deposit Insurance and Credit guarantee Corporation, its capital and management, insurance protection, authority to demand information and investigation, its performance, deposit insurance scheme and co-operative banks. Mutual Funds – Meaning, benefits, types, development, schemes of UTI, review of performance of mutual fund in India, modernization of banking industry. Non – banking financial companies – Meaning, characteristics and functions	08	13	0.5

	B	State Bank of India, Export-Import bank and Development banking State Bank of India - Establishment, functions, working. Export – Import bank – Establishment, objectives, functions and performance. Development banking – Establishment, functions, role of performance of National Bank for Agriculture and Rural Development (NABARD),brief concept of Rural Infrastructure Development Fund and Kishan Credit Card.	07	12	0.5
3	A	Reserve Bank of India Establishment, constitution, organization, traditional and promotional functions, review of working of RBI, role of RBI for development of banking, role of RBI for financial sector reforms.	08	13	0.5
	B	Monetary policy of Reserve Bank of India Meaning and objectives of monetary policy, problems of developing economy and monetary policy, tools of monetary policy, its effect on price stability and economic development, evaluation of monetary policy of RBI, pre-requisites for success of monetary policy in India, limitations of monetary policy , credit policy of RBI.	07	12	0.5
4	A	Indian money market Meaning, importance, characteristics, constituents, parts and shortcomings of India money market, money market v/s capital market, recommendations of Vaghul study group, establishment and functions of Discount and Finance House of India Limited.	08	13	0.5
	B	Indian currency system The present regulations of note issue, exchange rate of RBI – its objectives, floating exchange rate policy.	07	12	0.5

Reference Books.

Rana T. J. “Indian Banking and Currency System’, Sudhir Prakashan, Ahmedabad (Gujarati)