

SREE NARAYANA GURU COLLEGE, CHELANNUR
PG DEPARTMENT OF ECONOMICS
ADD ON COURSE

Course Category	Add On Course
Programme Code	AOCSNGC01
Course Title and Code	Introduction to Money and Banking AOCECO01
No. of Credits	4
No. of Contact Hours	30 Hours

INTRODUCTION TO MONEY AND BANKING

Course Objective: This course is designed to analyze the impact of money on some of the economy's key variables such as interest rates, inflation, money creation and the role of banking industry.

Learning Outcome: Students will learn the role of central and commercial banks in the process of money creation and control.

Module I: MONEY: TYPES AND FUNCTIONS (6 Hours)

Money: Meaning, functions and classification, Role of money, Types of money, Measures of money supply in India, Powerful currencies in the world, Latest developments in currencies, System of note issues in India- The fluctuations in Indian Rupee

Module II: CENTRAL BANKING (12 Hours)

Functions of Central Bank, Quantitative and qualitative methods of credit control, Open market operations, Cash reserve ratio and selective methods, Role and functions of the Reserve Bank of India. Role of central bank as a lender of last resort. Role of central bank in Capitalist countries.

Module III: COMMERCIAL BANKING (12 Hours)

Banking: Meaning and types of Banks, Functions of Commercial Banking, Process of credit creation, Liabilities and assets of banks, Commercial banking in India, Nationalization of commercial banks in India, Recent reforms in banking sector in India, New Generation banks

References:

1. Hajela, T.N., (2009) Money and Banking, Ane Books Pvt Ltd., New Delhi.
2. Sundharam KPM, Banking: Theory, Law and Practice, Sultan Chand and Sons, New Delhi (recent edition)
3. M.R. Baye, D.W. Jansen (1996), Money, Banking and Financial Markets, AITBS (Indian ed.)
4. K.C. Sekhar: Banking – Theory and Practice, Vikas Publishing House, New Delhi (recent edition).
5. S.B. Gupta, Monetary Economics, S. Chand Publications, New Delhi.
6. M.L. Seth, Monetary Economics, Vikas Publications, New Delhi
7. R.R. Paul, Money, Banking & International Trade, Kalyani Publications, Ludhiana.