



# SYMBIOSIS COLLEGE OF ARTS & COMMERCE

An Autonomous College | Under Savitribai Phule Pune University

Reaccredited 'A+' with 3.51 CGPA For Third Cycle By NAAC | College with Potential for Excellence

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| <b>COURSE TITLE</b>  | <b>Indian Monetary and Financial System</b>   |                        |
| <b>Paper Number<br/>(In case of</b>  | <b>Special Paper-6</b>  |                        |
| <b>Course Learning Outcomes:</b><br><b>On successful completion of the course students will be able:</b> <ol style="list-style-type: none"><li>1. To provide a consolidated analysis of the Indian financial system and linkages with economic growth</li><li>2. To critically analyze the Monetary Policy in India and the formation of the Monetary policy committee</li><li>3. To understand the importance of Inflation targeting with special reference to India</li><li>4. To understand the various types of risks faced by banks and methods of risk management with special reference to RBI's role</li><li>5. To understand the importance of a sound banking and Financial system</li></ol> |   |                        |
| <b>Gist of this course in maximum 3 to 4 lines</b>   | The course tends to develop the understanding of the Indian Banking and Financial System as well as enables one to learn about the Monetary Policy in depth. It also teaches the importance of Risk management & Financial Inclusion in the banking sector.   |                        |
| <b>Detailed syllabus</b>   |   |                        |
| <b>Unit</b>  | <b>CONTENTS OF THE COURSE</b>   | <b>No. of Lectures</b> |
| <b>1.</b>  | <b><u>Title of The Topic:</u> Relationship between Economic growth and Financial System</b><br><br>The financial system and the economy<br><br>Role of financial system in an economy – National income accounts & Flow of funds accounts<br><br>Indicators of financial development and other financial indicators<br><br>Comparative Analysis of the current trends in savings and investments in India | <b>8</b>               |

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| 2.   | <p><b><u>Title of The Topic: Monetary Policy in India</u></b></p> <p>A critical analysis of Monetary Policy in India</p> <p>Monetary Policy Review Committee (MPC) and its changing role</p> <p style="padding-left: 40px;">Inflation Targeting in India &amp; its effects on the Indian economy</p> <p>Monetary Transmission Mechanism in India</p> <p>Changes in the Monetary Policy due to Covid-19 in India</p>  | <b>16</b> |
| 3.   | <p><b><u>Title of The Topic: Risk Management in Banks and role of RBI</u></b></p> <p>Types of Risks in Banks – Meaning, Types-Liquidity risk, Interest rate risk, Market risks, Credit Risk, Default risk, Operational Risks, Reputational Risk, Systematic Risk, Unsystematic Risk, Cyber Risk, Documentation Risk, Risk of Fraud</p> <p>Evolution of role of RBI in Risk Management in Banks-Capital Adequacy, Asset Quality, Management, Earning Quality, Liquidity, Sensitivity to market risk (CAMELS)</p>  | <b>10</b> |
| 4.   | <p><b><u>4. Title of The Topic: Financial Inclusion as a Means of Social Banking and Inclusive Growth</u></b></p> <p>Meaning of Financial Inclusion, Status and Progress, Extent of Financial Exclusion, Financial Inclusion Committee</p> <p>Forms and Models of Financial Inclusion in India &amp; Post Offices and its role in Financial inclusion</p> <p style="padding-left: 40px;">Evaluation of Financial Inclusion initiatives</p> <p style="padding-left: 40px;">Meaning of Financial Index</p> <p>An interstate comparison of Financial Inclusion using the Financial Index</p> <p style="padding-left: 40px;">National Strategy for Financial Inclusion</p> | <b>20</b> |
|  | <b>Total Number of Lectures</b>  | <b>54</b> |
| <p><b><u>Recommended Readings:</u></b></p> <p>Pathak Bharati (2018) Indian Financial System-Markets, Institutions and Services-5e</p> <p>Frederic S. Mushin (2017) The Economics of Money, Banking and Financial Markets (The Pearson Series in Economics)</p> |  |           |

Devoir Subarea (2016) 'Who Moved My Interest Rate Penguin Random House India

Raghuram G. Rajan (2017) 'I Do What I Do' Harpers Collins publishers

India's Banking & Financial Sector in the New Millennium- By Raj Kapila and Uma Kapila-Volume 2

Money, Banking, International Trade & Public Finance-M.L. Jhingan-6<sup>th</sup> revised edition

Recent Trends in Indian Banking- C.M. Choudhary

Modern Banking in Theory and Practice-Shalagh Heffernan

RBI Annual Report-(2019-20)

**Suggested Readings:**

Sujatra Bhattacharyya (2017) Indian Financial System, Oxford University Press

Chetan Ghate –Kenneth M(Editors) (2016), Monetary Policy in India-A Modern Macroeconomic

Perspective, Springer Saini Shalini (2015) Monetary Policy in India during Liberalization Era, Lambert

Onyiriuba Leonard (2016) Bank Risk Management in Developing Economies, Elsevier Science Publishing

Co-in, Academic Press Inc, U.S.A

Minutes of the Monetary Policy Committee

K. Vaidya Nathan (2013) Credit Risk Management for Indian Banks, Sage Publications New Delhi

Joshi Deepali Pant the Financial Inclusion Imperative and Sustainable Approaches. Cambridge University Press India Private Limited, New Delhi.

Mishra Padmaja etal (2014) Financial Inclusion, Inclusive Growth and the Poor New Century

Prahalad C.K. (2004) The Fortune at the Bottom of the Pyramid: Eradicating Poverty Through Profits

Karmarkar K.G. etal (2011) Towards Financial Inclusion in India. Sage Publication Private Lmted

Das S.K. Nanda.B. P& Rath J (2009) Micro Finance and Rural Development in India New Century Publications New Delhi

Government of India –Economic Survey -Various Issues.

RBI Report of Trend and Progress of Banking in India -Various Issues.

Other References: Websites Journals, Working Papers, World Bank and RBI Website and Reports