



HAJEE KARUTHA ROWTHER HOWDIA COLLEGE

(An Autonomous Institution Affiliated to Madurai Kamaraj University, Madurai.)

Uthamapalayam, Theni District. Pin Code: 625 533.

DEPARTMENT OF COMMERCE (BANKING)

PART – IV NME COMMERCE (BANKING)

SYLLABUS

Choice Based Credit System – CBCS

(As per TANSCH/MKU Guidelines)

(Academic Year 2020 -2021 onwards)

Details of Course Category, Code, Credits & Title

Course Category	Course Code	Course Title	Hrs	CIAE	TEE	Max. Marks	Credits
Semester - I							
Part - IV							
NME - I	20UCBN11	Reserve Bank of India	2	25	75	100	2
Semester - II							
Part - IV							
NME - II	20UCBN21	Banking Practices	2	25	75	100	2

Course Code	Course Title	Category	Total Hours	Credits
20UCBN11	Reserve Bank of India	NME - I	30	2

Nature of Course	
Knowledge Oriented	
Skill Oriented	
Employability Oriented	
Entrepreneurship Oriented	✓

Course Relevance	
Local	
Regional	
National	
Global	✓

Preamble

The Reserve Bank of India is the central bank of India, which was established on April 1, 1935, under the Reserve Bank of India Act. The Reserve Bank of India uses monetary policy to create financial stability in India, and it is charged with regulating the country's currency and credit systems.

Syllabus

UNIT I	6 Hours
Central banking – evolution – definition – functions of a central bank.	
UNIT II	6 Hours
Central bank as a controller of a credit – Quantitative and Qualitative methods – bank rate policy – open market operation – various cash reserve requirements – methods of credit control.	
UNIT III	6 Hours
Monetary policy – objectives – choosing between conflicting objectives – role of monetary policy in developing economy.	
UNIT IV	6 Hours
The Reserve Bank of India – The RBI as currency authority – origin of note issue, issue of currency notes, regulation of notes issue and distribution of currency.	
UNIT V	6 Hours
Promotional functions of RBI – RBI and rural credit, RBI and industrial credit – RBI and export credit – RBI and exchange control.	

Text Books

M.H. Decock, *Central Banking*, Harper Collins Publishers India Pvt Ltd, New Delhi, 4th Edition.

Reference Books

J.E. Kelly, *Practice of Banking*, Trans-Atlantic Publications, London, 2nd Edition.

Dr. D.M. Mithani, *Money Banking, International Trade & Public Finance*, Himalaya Publishing House, New Delhi, and 2020 Edition.

Pedagogy

Chalk & Talk, E-Resources, Group Discussion

Teaching aids

Black Board, LCD Projector

Course Contents and Lecture Schedule

Module No.	Topic	No. of Lectures	Content Delivery Methods
UNIT - I			
1.1	Central Banking evolution	2	Chalk & Talk
1.2	Definition of a central bank	2	E-Resources
1.3	Functions of a central bank	2	Discussion
UNIT - II			
2.1	Central bank as a controller of credit	2	Discussion
2.2	Bank rate policy, open market operations	2	Chalk & Talk
2.3	Methods of credit control	2	E-Resources
UNIT - III			
3.1	Monetary Policy objectives	2	E-Resources
3.2	Choosing between conflicting objectives	2	Chalk & Talk
3.3	Role of monetary policy in developing economy	2	Discussion
UNIT - IV			
4.1	The Reserve Bank of India	2	Discussion
4.2	The RBI as currency authority	2	E-Resources
4.3	Regulation of note issue	2	Chalk & Talk

UNIT - V			
5.1	Promotional function of RBI	2	E-Resources
5.2	RBI and rural credit	2	Chalk & Talk
5.3	RBI and exchange control	2	Discussion
Total		30	

Course Designer

Ms. N. Thahira

Head & Assistant Professor of Commerce-Banking.

Course Code	Course Title	Category	Total Hours	Credits
20UCBN21	Banking Practices	NME - II	30	2

Nature of Course	
Knowledge Oriented	✓
Skill Oriented	
Employability Oriented	
Entrepreneurship Oriented	

Course Relevance	
Local	
Regional	
National	
Global	✓

Preamble

Banking scenario in India is changing fast to keep pace with the international banking practice. As a result, the banks in India have been asked to meet specific standards.

Course Outcomes (CO)

On the successful completion of the course the students will be able to

No.	Course Outcome	Knowledge Level
C01	Remembering concept of banker and customer	K1, K2
C02	Understanding types of deposits	K1, K2
C03	Remembering the concept of bill of exchange	K1, K2
C04	Understanding the collecting banker	K1,K2,K3
C05	Applying the loans and advances against securities	K1,K2,K3

K1-Knowledge

K2-Understand

K3-Apply

Syllabus

UNIT I

6 Hours

Definition of the term banker and customer – General and special – relationship between them.

UNIT II

6 Hours

Types of deposits – fixed – current – savings recurring – pass book – negotiable instrument – cheque – definition – features – types of crossing.

UNIT III

6 Hours

Bill of exchange – Difference between cheque and bill of exchange, types of endorsements – marking.

UNIT IV

6 Hours

The Reserve Bank of India – The RBI as currency authority – origin of note issue, issue of currency notes, regulation of notes issue and distribution of currency.

UNIT V

6 Hours

Loans and advances against primary and collateral securities-recent development in banking.

Text Books

Sundaram&Varshney, *Banking Theory Law & Practice*, Sulthan Chand & Sons, 2015 Edition.

Vinod Kothari, *Banking Law & Practice in India*, Lexis NexisPublication, New York, 2021 Edition.

Reference Books

Gordan& Natarajan, *Banking Law & Practice*, Himalaya Publishing House, Delhi, 2020, 1st Edition.

Pedagogy

Chalk & Talk, E-Resources, Group Discussion

Teaching aids

Black Board, LCD Projector

Course Contents and Lecture Schedule

Module No.	Topic	No. of Lectures	Content Delivery Methods
UNIT - I			
1.1	Definition of banker and customer	2	Chalk & Talk
1.2	General and special	2	E-Resources
1.3	Relationship between them	2	Discussion
UNIT - II			
2.1	Types of deposits	2	Discussion
2.2	Pass book	2	Chalk & Talk
2.3	Types of crossing	2	E-Resources
UNIT - III			
3.1	Bill of Exchange	2	E-Resources
3.2	Difference between cheque and bill of exchange	2	Chalk & Talk
3.3	Types of endorsements	2	Discussion

UNIT - IV			
4.1	Collecting banker	2	Discussion
4.2	Collection of cheque	2	E-Resources
4.3	Protection of collecting banker	2	Chalk & Talk
UNIT - V			
5.1	Loans and advances against primary securities	2	E-Resources
5.2	Loans and advances against collateral securities	2	Chalk & Talk
5.3	Recent developments in banking	2	Discussion
Total		30	

Course Designer

Ms. N. Thahira

Head & Assistant Professor of Commerce-Banking.