

<b>COURSE TITLE</b>	<b>CURRENCY, BANKING AND EXCHANGE</b>
<b>COURSE CODE</b>	<b>04BC0121</b>
<b>COURSE CREDITS</b>	<b>4</b>

**Objective:**

- 1 Introducing the basic concept of money
- 2 To acquaint students with concepts of inflation and credit
- 3 To apprise students about regulation of central bank and forex market

**Course Outcomes:** After completion of this course, student will be able to:

- 1 Learn the important concepts in money, banking and exchange and their significance in day to day life.
- 2 Ability to apply concepts in decision making and solve problems
- 3 To familiarize the students with basic methods of credit creation and their applications in the field
- 4 To acquaint the students with the latest concepts

**Pre-requisite of course:** Learn the important concepts in money, banking and exchange and their significance in day to day life. ? Ability to apply concepts in decision making and solve problems ? To familiarize the students with basic methods of credit creation and their applications in the field. ? To acquaint the students with the latest concepts

**Teaching and Examination Scheme**

<b>Theory Hours</b>	<b>Tutorial Hours</b>	<b>Practical Hours</b>	<b>ESE</b>	<b>IA</b>	<b>CSE</b>	<b>Viva</b>	<b>Term Work</b>
4	0	0	50	30	20	0	0

<b>Contents : Unit</b>	<b>Topics</b>	<b>Contact Hours</b>
1	<b>Money And It's Principles</b> Evaluation, Various Forms of Money, Functions, Significance. Fisher's Quantity Theory of Money: Assumptions and Criticism, Monetary Standard: Gold Standard, Bi-metallism and Managed Currency Standard. Principles & Methods of Note issues	12
2	<b>Credit Creation and Inflation</b> Meaning and Significance of Credit, Credit Creation by Bank, Factors Influencing the Volume of Credit in Indian context, Credit Control by RBI, Inflation: Types, Causes & Remedies	10

<b>Contents : Unit</b>	<b>Topics</b>	<b>Contact Hours</b>
3	<b>Indian Banking System</b> Pre –Independence Banking and Post – Independence Banking: Banking Regulation Act, 1949, Types of Banks, new model of banks in India; Types of banking; Indian Banking Reforms: Changing Profile Of Indian Banking, Postal Banking, and E- Banking	10
4	<b>Central Bank and Commercial Banks in India</b> RBI-Role and Functions. Bank rate: Repo rate, Reverse repo rate, CRR, SLR. Commercial Banks : Objectives & Functions	8
5	<b>Foreign Exchange</b> Concept and Exchange Rate, Factors Causing Fluctuations in Exchange Rate, Exchange Control: Meaning, Objective and Methods	8
<b>Total Hours</b>		<b>48</b>

#### **Textbook :**

- 1 Money Banking International Trade & Public Finance, Seth.M.L, Lakshmi Narain Agarwal Educational Publishers, 2017
- 2 Banking Theory, Laws And Practice, K. Natarajan. E. Gordon , Himalaya Publishing House, 2017
- 3 Modern Banking Of India, O.P Agarwal , Himalaya Publishing House, 2017
- 4 Currency, Banking and Exchange, Jaiswal Bimal, e Vikas Publishing , 2015

#### **References:**

- 1 Money, Banking and the Foreign Exchange Market in Emerging Economies, Money, Banking and the Foreign Exchange Market in Emerging Economies, Khemraj Tarron, Edward Elgar Publishing Ltd , 2014
- 2 Money, Banking, International Trade and Public Finance, Money, Banking, International Trade and Public Finance, Jhinagn M.L., Vrinda Publications (P) Ltd., 2012
- 3 Money, Banking, International Trade and Public Finance, Money, Banking, International Trade and Public Finance, Mithani.D.M, Himalaya Publishing House, 2016
- 4 Bank Management, Bank Management, Timothy W. Koch, S. Scott MacDonald, Cengage, 2014
- 5 Bank Management & Financial Services, Bank Management & Financial Services, Peter Rose and Sylvia Hudgins, Mc Graw Hill, 2012

#### **Suggested Theory Distribution:**

The suggested theory distribution as per Bloom’s taxonomy is as follows. This distribution serves as guidelines for teachers and students to achieve effective teaching-learning process

Distribution of Theory for course delivery and evaluation

<b>Remember / Knowledge</b>	<b>Understand</b>	<b>Apply</b>	<b>Analyze</b>	<b>Evaluate</b>	<b>Higher order Thinking / Creative</b>
20.00	30.00	25.00	15.00	10.00	0.00

**Instructional Method:**

- 1 theory

**Supplementary Resources:**

- 1 <https://www.rbi.org.in/>
- 2 [https://www.investopedia.com/terms/q/quantity\\_theory\\_of\\_money.asp](https://www.investopedia.com/terms/q/quantity_theory_of_money.asp)
- 3 <https://www.businessstudynotes.com/others/banking-finance/methods-and-principles-of-note-issue/>
- 4 [https://www.nber.org/system/files/working\\_papers/w22948/w22948.pdf](https://www.nber.org/system/files/working_papers/w22948/w22948.pdf)
- 5 <https://data-flair.training/blogs/indian-banking-history/>