

S.Y.B.A. Economics (Revised Syllabus)

Choice Based Credit System (CBCS)

G -2. Financial System

Preamble:

A financial system is a network of financial institutions, financial markets, financial instruments and financial services to facilitate the transfer of funds. It serves as a backbone of any economy. This paper aims to provide knowledge about the financial system in the country. It also aims to introduce international financial institutions operating in the global economy. The present era is the one with huge changes, development and challenges in every sector. This paper on financial system will also highlight some of the important changes taking place in the Indian financial sector.

Objectives (Course Outcomes) of the Paper:

- To understand fundamentals of modern financial system.
- To understand the recent trends and developments in banking system.
- To understand the role of the Reserve Bank of India in Indian financial system.
- To provide the knowledge of various financial and non-financial institutions.
- To provide the students the intricacies of Indian financial system for better financial decision making.

Method of Teaching:

Classroom lectures, Use of ICT, YouTube lectures, Online PPTs, Group Discussions, Teacher driven Power Point Presentations

Semester III

CC-1C - Financial System I

Unit Name and Contents Number of Lectures

1 Indian Financial System

12

1.1

Introduction: Meaning, Nature, Role and Importance of Indian Financial System.

1.2 Structure of Indian Financial System.

1.3

Characteristics and Functions of Components of Indian Financial System.

2 Banking in India

10

2.1

Commercial Banks (Public Sector Banks, Private Sector Banks, Foreign Banks): Management, Organization and Functions.

2.2

Regional Rural Banks and Co-operative Banks: Evolution, Management and Organization, Loan Management, Functions, Problems and Measures to solve the problem.

3 Financial Markets in India

12

3.1 Classification of Financial Market.

3.2 Indian Money Market: Features, Functions and Instruments.

3.3 Indian Capital Market: Features, Functions and Instruments.

3.4 Foreign Exchange Market: Role and Importance.

4 Important Financial Institutions

14

4.1 Meaning and Importance of Financial Institutions.

4.2 Stock Markets: NSE and BSE: Meaning & Functions.

4.3 Non-Banking Financial Intermediaries: Meaning and Functions.

4.4

Role and Functions of Financial Institutions in India with reference to UTI, LIC, GIC

6

Semester IV

CC -1D - Financial System II

Unit Name and Contents Number of Lectures

1 Reserve Bank of India

12

1.1 Structure and Role of RBI in Indian Economy

1.2 Major Functions of RBI.

1.3 Monetary Policy: Tools and their Limitations.

2 Other Financial Regulators in India

2.1 SEBI: Role and Functions. **10**

2.2 IRDA: Role and Functions.

3 International Financial Institution 14

3.1 Role, Structure, Objectives and Functions of IMF.

3.2 Role, Structure, Objectives and Functions of World Bank.

3.3

Role, Structure, Objectives and Functions of Asian Development Bank.

3.4 Role, Structure, Objectives and Functions of BRICS Bank.

4 Recent Developments in Indian Financial Sector

12

4.1

Objectives and Outcomes of Changing Landscape of Banking Sector in India.

4.2 Insolvency and Bankruptcy Code.

4.3 Alternate Source of Finance.

4.4 Risk Management in Banking Sector.

Basic Reading List:

1. The Indian Financial System, Markets, Institutions and Services, Bharati V.Pathak, Kindle Edition.

2. Indian Financial System, Jaydeb Sarkhel, Seikh Salim, McGraw-Hill India Pvt. Ltd. Chennai, 2018.

3. Indian Banking, R. Parmehwaram & S. Natrajan , S. Chand Publishing, Delhi.