

WORKPLAN 2025-26

Name of the Teacher: Ms. Komal

Course: GENERAL ELECTIVE

Semester: III

Paper: Money and Banking (GE32)

Course Objective:

This course highlights the organization, structure and role of financial markets and institutions. It also discusses interest rates, monetary management and instruments of monetary control. Financial and banking sector reforms and monetary policy with special reference to India are also covered.

Course Learning Outcomes:

This course exposes students to the theory and functioning of the monetary and financial sectors of the economy.

Credits: 6

TOPICS	TENTATIVE SCHEDULE	TESTS/ ASSIGNMENTS/ REVISION/ PRESENTATIONS etc.
UNIT 1: MONEY		
Money: Concept, functions, measurement; theories of money supply determination	August	IA Test 1- 12 marks
UNIT 2: FINANCIAL INSTITUTIONS, MARKETS, INSTRUMENTS AND FINANCIAL INNOVATIONS		
Role of financial markets and institutions; problem of asymmetric information – adverse selection and moral hazard; financial crises Money and capital markets: organisation, structure and reforms in India; role of financial derivatives and other innovations	September	CA assignment 1- 15 marks
UNIT 3: INTEREST RATES		
Determination; sources of interest rate differentials; theories of term structure of interest rates; interest rates in India	October	IA Test 2- 12 marks
UNIT 4: BANKING SYSTEM		
Balance sheet and portfolio management. Indian banking system: Changing role and structure; banking sector reforms.	November	CA assignment 2 - 20 marks

<i>UNIT 5: CENTRAL BANKING AND MONETARY POLICY</i>		
Functions, balance sheet; goals, targets, indicators and instruments of monetary control; monetary management in an open economy; current monetary policy of India	November	

Suggested Readings:

1. Bhole, L., Mahukud, J. (2017). Financial institutions and markets, 6th ed. Tata McGraw-Hill.
2. Fabozzi, F., Modigliani, F., Jones, F., Ferri, M. (2010). Foundations of financial markets and institutions, 4th ed. Pearson Education.
3. Khan, M. (2015). Indian financial system, 9th ed. Tata McGraw-Hill.
4. Mishkin, F., Eakins, S. (2017). Financial markets and institutions, 8th ed. Pearson.
5. Various latest issues of RBI Bulletins, Annual Reports, Reports on Currency and Finance, and Reports of the Working Group, IMF Staff Papers.