

Restructured Syllabus (2024 Pattern as per NEP-2020)

Faculty: COMMERCE & MANAGEMENT (Commerce)

Class: S.Y. B.Com. Sem-III

Title of the Course: Indian Banking System-I

Sem	Course Code	Type of Course	Credits	Lectures per Week in Clock Hour
III	IBS207-T	Major Mandatory	2	2

Course Objectives:

1. To provide a comprehensive understanding of the evolution and development of the Indian banking system, from ancient times to the post-liberalization era.
2. To familiarize students with the structure and classification of banks in India, including scheduled and non-scheduled banks, and various types of banks based on their services.
3. To impart knowledge about the functioning and significance of the Reserve Bank of India (RBI) as the central banking authority, including its organizational structure and core functions.
4. To enhance understanding of the role of banks in economic development, including their impact on financial inclusion, digital payments, and economic growth.
5. To explain the objectives, credit control instruments, and structure of the monetary policy formulated by the RBI to maintain price stability, economic growth, and financial discipline.
6. To develop awareness about the RBI's initiatives in response to financial crises, particularly its contribution to post-COVID economic recovery and financial stabilization.

Unit	Title and Contents	No. of Lectures
1	Introduction to Indian Banking System: 1.1 Evolution and History of Banking in India: 1.1.1 Ancient and Medieval Banking Practices 1.1.2 Development during British Rule 1.1.3 Nationalization of Banks (1969 and 1980) 1.1.4 Post-Liberalisation Reforms (1991 onwards) 1.2 Structure & Working of Indian Banking System: 1.2.1 Central Bank 1.2.2 Public Sector Banks 1.2.3 Private Banks (Old and New) 1.2.4 Foreign Banks 1.2.5 Co-operative Banks (Urban and Rural), RRBs 1.2.6 Development Financial Institutions (DFIs) etc. 1.3 Classification of Banks on Services Based: Retail Banks, Corporate / Wholesale Banks, Universal Banks, Narrow Banks, and Differentiated Banks (Small Finance Banks, Payment Banks) etc. 1.4 Scheduled vs. Non-scheduled Banks 1.5 Role and Significance of banks in Economic Development	15
2	Reserve Bank of India (RBI): 2.1 Establishment and Evolution of RBI: 2.1.1 Establishment of RBI 2.1.2 Evolution of RBI ((RBI Act, 1934 Overview, Nationalization of RBI in 1949) 2.2 Organization Structure of RBI: Organization Structure of RBI: Central	15

	<p>Board of Directors, Departments and their roles, Regional Offices and their Functions</p> <p>2.3 Objectives of RBI</p> <p>2.4 Functions of RBI: Functions of the Reserve Bank of India (RBI): Monetary Authority, Issuer of Currency, Custodian of Foreign Exchange, Regulator and Supervisor of the Financial System, Developmental Role, Banker to the Government, Banker's Bank, Consumer Protection and Grievance Redressal, Manager of Public Debt and Government Securities, Promotion of Digital Payments and Financial Inclusion, Lender of Last Resort, Research and Data Dissemination etc.</p> <p>2.5 Monetary Policy of RBI:</p> <p>2.5.1 Objectives: Growth, Inflation Control, Stability etc.</p> <p>2.5.2 Credit Control Instruments:</p> <p>2.5.2.1 Quantitative Tools: CRR, SLR, Bank Rate, Repo, Reverse Repo etc.</p> <p>2.5.2.2 Qualitative Tools – Moral Suasion, Credit Rationing, Direct Action etc.</p> <p>2.5.2.3 Monetary Policy Committee (MPC)</p> <p>2.6 Case study and review of the current state of RBI's monetary policy</p> <p>2.7 Role of the Reserve Bank of India in Post-COVID Economic Recovery and Financial Stabilization</p>	
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Course Outcomes: After completion of the course, students will be able to:

1. Explain the historical development of banking in India, including major milestones such as nationalization and economic reforms.
2. Identify and distinguish the various types of banks in India, their roles, ownership structures, and functions within the financial system.
3. Demonstrate an in-depth understanding of the Reserve Bank of India, its objectives, governance, and regulatory responsibilities.
4. Understanding the various functions of the RBI will help in realizing its importance in the Indian banking sector.
5. Evaluate the tools and objectives of the RBI's monetary policy, and understand how it impacts inflation, economic growth, and credit availability.
6. Critically assess the RBI's interventions during financial emergencies, especially its policies aimed at stabilizing the Indian economy during and after the COVID-19 pandemic.
7. Apply theoretical knowledge to real-world financial scenarios, thereby developing the analytical and decision-making skills required in banking and financial services.

Internship for Students if any: Not applicable
List of Recommended Books and Study Materials
<ol style="list-style-type: none"> 1. Bajoria Rahul, "The Story of the Reserve Bank of India" Rupa Publications India, October 2018 2. Benton E. Gup, "<i>Banking and Financial Institutions: A Guide for Directors, Investors, and Borrowers</i>", John Wiley & Sons Publication, August 2011 3. Gordon E., Natarajan K., "Banking Theory, Law and Practice", Himalaya Publishing House's 4. Khan M. Y., "<i>Indian Financial System</i>", McGraw Hill Publications, ISBN: 9353167302, 11th Edition, July 2019 5. Parameswaran R., Natarajan S., "<i>Indian Banking</i>", S Chand Publications, ISBN: 978-8121920377, January 2013 6. Pattipeilohy Christiaan, "<i>Advanced Introduction to Central Banks and Monetary Policy</i>", Edward Elgar Publishing Ltd., August 2022