

Programme : M.COM
 Course Code : **COC 223**
 Course Title : **Banking and Financial Institutions**
 Number of Credits : 4
 Effective from AY : 2020-21

Need of the Course	: The Financial sector, more specifically, Banking Sector has become very vibrant after implementation of new economic policy and introduction of financial sector reforms by the Government/Reserve Bank Of India, This course will enable the students to understand and to contribute to the strategic, operational policies and practices of commercial bank management in a competitive environment.
Description of the Course	: This course will provide a brief introduction to the Banking sector, functions, and the role of bank. It includes the Regulatory Framework and Risk management of the Bank. The course also focuses on Financial Intermediaries and its economic Role.
Objectives of the Course	: To provide students with an overview of commercial banking in India; : To familiarize students with the regulatory framework of banks in India, Modern Banking services, and ALM system of Banks. : To provide knowledge of Financial Intermediaries and other Non-Banking Financial Institutions.

Course Content		
Unit 1	: Overview of the Banking Sector	12Hours
Definition and meaning of banking, and importance of banks, Functions of Bank - Fundamental role and evolution of banking, structure of Indian Banking system.; Licensing of banks in India , Branch licensing, Foreign Banks , Private Banks – Capital and voting rights , Corporate Governance, Challenges faced by Indian Commercial Banking system, Role & Functions of RBI.		
Unit 2	: Banking and the Economy	12Hours
Banking and the Economy; Cash Reserve Ratio (CRR), Statutory Liquidity Ratio (SLR), Repo and Reverse Repo, Open Market Operations, Security Valuation, Bank – Customer Relationship, Security Creation; Pledge, Hypothecation, Mortgage and Assignment, Capital Account Convertibility, Other Banking Services : Fee-based - Fund Based Services, Money Remittance Services and Banking Channels, E-Banking services, Central Banking and Monetary Policy.		
Unit 3	: Asset Liability Management of banks	12 Hours
Asset and Liability Management; - Investment Portfolio of Banks: - Investment Management - Components of Bank's Investment Policy – Liability Management: ALM Information Systems; ALM Organization; Liquidity Risk Management; Non-Performing Assets, NPA categories , NPA Provisioning Norms , SARFAESI Act. CAMELS Framework, Bank for International Settlements (BIS), Basel Framework, Regulatory Framework: Anti-Money Laundering and Know Your Customer, Banking Ombudsman Scheme, 2006.		
Unit 4	: Financial Institutions	12 Hours
Financial Intermediaries, Economic Role of Financial Intermediaries , Non-Banking Financial Institutions: India Infrastructure Finance Company Ltd(IIFCL), Small Industries Development Bank of India, Export-Import Bank of India (EXIM), National Housing Bank (NHB), NABARD, Credit Unions, Insurance Companies, Development and Growth in Banking and Financial institutions, Financial/		

Banking Crisis in India and its impact on Economy.	
Pedagogy	: Lectures/ Class room Discussions/Assignments/Seminar/ Presentations.
Reference/Readings	<p>Rao, P: Management of Banking and Financial Institutions, Deep Publications, 2002.</p> <p>M. Y. Khan : Indian Financial System, McGraw Hill, 2001</p> <p>Smith, Gary : Money and Banking: Financial Markets and Institutions, London Addison-Wesley Publishing Company.</p> <p>Deva V. E-Banking, New Delhi, Commonwealth. 2005.</p> <p>Varshney P. N.: Banking Law & Practice, New Delhi, Sultan Chand & Sons, 21e, 2006.</p> <p>Burton M. &Lombra R.: The Financial System and the Economy: Principles of Money and Banking, Australia: South-Western College, 2002.</p> <p>ICFAI : Commercial Banking, Hyderabad, ICFAI, 2003</p> <p>Justin P. &Padmalatha S.: Management of Banking & Financial Services, New Delhi, Pearson. 2007.</p> <p>R Glenn Hubbard: Money Banking and the Financial System, Pearson India, 2019.</p> <p>NSE, NCFM Banking Sector Intermediate Module.</p>
Course Outcome	<p>After Completion of these course Students will able to :</p> <p>CO1: Understand the role of Banking in the Economy.</p> <p>CO2: Understand the Risk management of the Banking Sector and gain in-depth knowledge of banking services.</p> <p>CO3: Understand the Economic Role of Financial Intermediaries and will gain knowledge of other Non-Financial Institutions.</p>

