Minutes of Meeting

Subject : B.A (Hons.) Economics, Sixth Semester (2018)
Course  : 24—Money and Financial Markets
Date of Meeting : Monday 8th May, 2017, 2.00 P.M
Venue : Department of Economics, Delhi School of Economics
         University of Delhi, Delhi –110007
Chair : Prof. Pami Dua

Attended by:

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<tr>
<th>S. No.</th>
<th>Name</th>
<th>College</th>
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<tr>
<td>1</td>
<td>Hema Kapur</td>
<td>Hans Raj College</td>
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<td>2</td>
<td>Dr. Rituranjan</td>
<td>SRCC</td>
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<td>3</td>
<td>Manisha Vats</td>
<td>Mirands House</td>
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<td>4</td>
<td>Sonia Goel</td>
<td>Ramjas</td>
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<td>5</td>
<td>Meenakshi Sharma</td>
<td>Sri Venkateshwar College</td>
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<td>D. Appala Naidu</td>
<td>Sri Venkateshwar College</td>
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<td>7</td>
<td>Ankit Joshi</td>
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<td>Abdul Rahim Ansari</td>
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<td>Suvojit L Chakravart</td>
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<td>Jyoti Prakash Verma</td>
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<td>Rajeev Parashar</td>
<td>Lady Shree Ram Colege</td>
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<td>Indu Choudhary</td>
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<td>Neetu Khullar</td>
<td>Dyal Singh (M)</td>
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<td>15</td>
<td>Rachna Mathur</td>
<td>SBSC (M)</td>
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<td>16</td>
<td>Dr. Anand Mittal</td>
<td>Hans Raj College</td>
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A Sub-Committee of the following teachers was formed to finalise the topic-wise reading list:

1. Manisha Vats (Coordinator)
2. Anand Mittal
3. Hema Kapur
4. Rituranjan
5. Sonia Goel

Internal Assessment and Final Exam

Marks allocation in the final exam question paper would be as follows:
Maximum marks: 75

The internal Assessment would be a total of 25 which would comprise 5 marks for attendance and 20 marks for two class tests of 10 marks each or 1 project work in lieu of one class test.
It was decided that for the Semester examination there would be an open choice to attempt any 5 questions out of 8.

**Extra Reading for Teachers only**

It was decided that chapters 3, 4 and 5 of Mishkin and Eakins... 6th edition 2011 may be evaluated by the teachers for consideration for inclusion as reference material in the future.

Note that this reading is recommended for teachers only and no specific question should be based upon this in the examination.

The following suggestions were made for the Topic wise Reading List:

**TOPIC 1**

**MONEY: Concept, Functions, Measurement, Theories of Money Supply Determination**

1. Baye and Jansen
   - Chapter 1 pp 2 - 27; Chapter 14 (465-486)
2. N Jadhav
   - Chapter 2 Section 2.1, pp (18 –25);
   - Section 2.3 pp (37-45); Annexure 2.1
3. RBI Report
   - Money Supply Analytics and Methodology of Compilation 1998 chapter 2 pp(11-17)
4. RBI Report

**TOPIC 2**

**FINANCIAL INSTITUTIONS, MARKETS, INSTRUMENTS AND FINANCIAL INNOVATIONS:**

**a) Role of Financial Markets and Institutions; problems of asymmetric information – adverse selection and moral hazard, financial crisis**

1. Mishkin & Eakins
   - Chapter 15 pp( 369 – 396)
2. M Y Khan
   - Chapter 1
3. Fabozzi et al.
   - Chapter 1, pp(1-6) and Chapter 2, pp(21-27)
4. Baye and Jansen
   - Chapter 5 pp (153-161)

**b) Money and Capital Markets; Organization, Structure and Reforms in India; Role of Financial Derivatives and Other Innovations**

1. M Y Khan
   - Chapter 9 (9.29-9.32)
2. Bhole
   - Chapter 5 pp (137-146)
3. Fabozzi et al
   - Chapter26 pp (496 -504)
   - Chapter27 pp (517-529)
   - Chapter30 pp (577 - 580)
TOPIC 3

INTEREST RATES: Determination, Sources of interest rates differentials, Theories of term structure of interest rates ; interest rates in India

1. Baye & Jansen Chapter 8 pp (236-251) Chapter 9 pp (274-294) and chapter 10
2. Annual report of RBI 2011 -12 Box III.1 Base Rate System: An Assessment

TOPIC 4

BANKING SYSTEM:
a) Balance Sheet and Portfolio Management
b) Indian Banking System. Changing Role and Structure, Banking Sector Reforms

1. RBI Bulletin Sep 2013 Banking Structure in India –Looking Ahead by Looking back, Article by D. Subbarao

TOPIC 5

CENTRAL BANKING AND MONETARY POLICY
Functions, Balance Sheet Goals, Targets, Indicators and instruments of monetary control, monetary management in an open economy, current monetary policy of India

2. Jadhav Chapter 6.2
Chapter 9.3 - except 9.3.7
Chapter 11.2 – 11.2.3
5. Annual Report of RBI 2015 -16 Chapter 3
8. First Bi-monthly Monetary Policy Statement, 2017-18 Resolution of the Monetary Policy Committee (MPC), Apr 6, 2017, Reserve Bank of India
## READINGS