Minutes of Meeting

Subject : B.A (Hons.) Economics, Third Semester (2016)
Course : Money and Banking - General Elective in Economics
Date of Meeting : Thursday 5th May, 2016, 11.00 A.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 of Teacher</th>
<th>College</th>
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<tr>
<td>1</td>
<td>Manisha Vats</td>
<td>Miranda House</td>
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<td>2</td>
<td>Sushant Kr. Singh</td>
<td>LSR</td>
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<td>3</td>
<td>Animesh Kumar</td>
<td>Kamla Nehru College</td>
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<td>4</td>
<td>Rakesh Kumar</td>
<td>ARSD</td>
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<td>5</td>
<td>Shruti</td>
<td>Lakshminbai College</td>
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<td>6</td>
<td>Pawan Rohilla</td>
<td>Ramjas College</td>
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<td>Meenakshi Sinha</td>
<td>Mata Sundari College</td>
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<td>7</td>
<td>Swami</td>
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<td>8</td>
<td>Reena Bajaj</td>
<td>Sriaurobindo College</td>
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<td>9</td>
<td>Pemala Lama</td>
<td>Bharati College</td>
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<td>10</td>
<td>Loveleen Gupta</td>
<td>Bharati College</td>
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A Sub-Committee of the following teachers was formed:
1. Manisha Vats (Coordinator)
2. Hema Kapur
3. Sonia Goel

For the 100 marks paper, there would be
75 marks: University Exam
25 marks: Internal Assessment (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.

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)

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. 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

2. Bhole Chapter 5 pp (137-143)

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 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
2. RBI Bulletin April, 2012 Implications of Basel III for capital, liquidity and profitability of Banks by B. Mahapatra Reprinted in Indian Financial Reforms edited by Uma Kapila
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 9.2 - 9.3 - except 9.3.7

READINGS

6. N. Jadhav Monetary Policy, Financial Stability and Central Banking in India, Macmillan, 2006