

DEPARTMENT OF ECONOMICS
DELHI SCHOOL OF ECONOMICS
UNIVERSITY OF DELHI

Minutes of Meeting

Subject : B.A (Hons.) Economics, Third Semester
Course : General Elective in Economics (32): Money and Banking
Date of Meeting : Monday 10th August, 2020, 2.30P.M
Venue : Online ZOOM Meeting
Chair : Prof. Pami Dua

A Sub-Committee of the following teachers was formed to finalise the topic-wise reading list:

1. Manisha Vats (Coordinator)
2. Hema Kapur
3. Rachna Mathur
4. Vishakha Goyal
5. Divya Gupta

Attended by:

S.No.	Name	College
1	Manisha vats	Miranda House
2	Hema Kapur	Hansraj College
3	Vaibhav Puri	Sri Guru Gobind Singh College of Commerce
4	Kajleen Kaur	Sri Guru Gobind Singh College of Commerce
5	Akansha Aggarwal	JMC
6	Ankur	Satyawati College
7	Henna Sikka	Delhi College of Arts and Commerce
8	Bhawna Seth	Dyal Singh College
9	Taruna Rajora	Dyal singh college
10	Divya Gupta	Mata Sundri College for Women
11	Vishnu Gupta	PGDAV College
12	Rachna Mathur	Shaheed Bhagat Singh college
13	Jaspreet kaur	Shaheed bhagat singh college
14	Malini Sharma	Daulat Ram College
15	Kalpna Negi	Shyama Prasad Mukhrajee College for Women
16	Neha Arya	Hansraj College
17	Praveen Kumar	Keshav Mahavidyalaya
18	Palvinder Kaur	PGDAV College evening
19	Rashmi Chaudhary	Kalindi College
20	Vishakha Goyal	Vivekananda college
21	Animesh Naskar	Hansraj College

22	Pooja Verma	Lady Shri Ram college
23	Suman Rani	Shyam Lal College
24	Himani Choudhary	Lady Shri Ram college
25	Manisha Jayant	S.P.M. College
26	Divya Seth	Sri Guru Gobind Singh College of Commerce
27	SAKSHI JINDAL	Mata sundri college for women
28	amit kumar jha	sri venkateshwara college
29	Abhinav Prakash Singh	SRCC
30	Anu verma	Bhagat singh
31	Saumya Chaturvedi	SGND Khalsa College
32	Sumit singh	
33	Vijaykumar	Ramjas College
34	Hema Nagpal	Sri Aurobindo College (Morning)
35	Rakhi Solanki	Sri Aurobindo College (M)
36	Divya Singh	St. Stephens College
37	Mamta	Shaheed bhagat singh college
38	Harikesh Maurya	LBC
39	Gunjan Tuteja	Gargi College

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.

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

TOPIC 1

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

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

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| 1. Mishkin& Eakins | Chapter 15 (p. 369 – 396) |
| 2. M Y Khan | Chapter 1 (p.1.13-1.15) |
| 3. Fabozzi et al. | Chapter 2 (p. 21-27) |
| 4..Baye and Jansen | Chapter 5 (p. 153-161) |

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

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| 1. M Y Khan | Chapter 9(9.29-9.32) |
| 2. Bhole | Chapter 5 (p. 137-143) |
| 3.Fabozzi et al | Chapter26 (p. 496 -504)
Chapter27 (p. 517-529)
Chapter30 (p. 577 - 580) |

TOPIC 3

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

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| 1. Baye & Jansen | Chapter 10 |
| 2. RBI Report, October 4, 2017 | ‘Report of the Internal Study Group to Review
The Working of the Marginal Cost of Funds Based
Lending Rate System’, Reserve Bank of India, September,
2017; Chapter 1(p. 1-2) and Chapter 2 (p. 5-7). |

TOPIC 4

BANKING SYSTEM:

a) Balance Sheet and Portfolio Management

b) Indian Banking System. Changing Role and Structure, Banking Sector Reforms

1. Sengupta and Vardhan Non-performing Assets in Indian Banks, EPW, Vol. 52, Issue No. 12, 25 Mar, 2017, Money, Banking and Finance 2017
2. RBI Glossary, Master Circular - Prudential Norms on Capital Adequacy - Basel I Framework – 2012, July 2, 2012.
3. RBI Bulletin Oct 2012 Basel III in International and Indian Context by D.Subbarao 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

1. Baye & Jansen Chapter 19 (p. 666-687, 692-693, 697-705)
2. Jadhav Chapter 9 (section 9.3.4)
3. M.Y.Khan Chapter 9 (9.1 - 9.10, 9.12-9.13)
4. P. Dua Monetary Policy Framework in India, Indian Economic Review, Vol. 55, Issue 1, June 2020, Pages 117–154
<https://link.springer.com/article/10.1007/s41775-020-00085-3>
5. Annual Report of RBI 2015 -16 Chapter 3: Box III.1 and III.2 (p. 44, p.50)
6. Annual Report of RBI 2018 -19 Chapter 3
7. Monetary Policy https://www.rbi.org.in/scripts/FS_Overview.aspx?fn=2752

READINGS

- 1.F.S.Mishkin and S.G. Eakins Financial Markets and Institutions, Pearson Education,6 th Edition,2011
- 2.F.J .Fabozzi, F.Modigliani, Foundations of Financial Markets and Institutions
3. F. J Jones,M.G Ferri Pearson Education, 3rd Edition , 2009
- 4.M.R.Baye and D.W.Jansen Money, Banking and Financial Markets AITBS,1996
- 5.L.M .Bhole and J.Mahakud Financial Institutions and Markets, Tata McGraw Hill, 5th Edition,2011
- 6.M.Y.Khan Indian Financial System, Tata McGraw Hill,7thEdition 2011
7. N. Jadhav Monetary Policy,Financial Stability and Central Banking in India, Macmillan,2006
- 8.P. Dua Monetary Policy Framework in India, Indian Economic Review, Vol. 55, Issue 1, June 2020
9. RBI Report, October 4, 2017 ‘Report of the Internal Study Group to Review The Working of the Marginal Cost of Funds Based Lending Rate System’, Reserve Bank of India, September, 2017,
<https://www.rbi.org.in/Scripts/PublicationReportDetails.aspx?UrlPage=&ID=878>
- 10.RBI Report of the Working Group:Money Supply Analytics and Methodology of Compilation,1998 Annual Report; Master Circular - Prudential Norms on Capital Adequacy - Basel I Framework – 2011;
- 11.RBI Bulletin; Report of Currency and Finance (latest).
12. R. Sengupta and H.Vardhan <http://www.epw.in/journal/2017/12/money-banking-and-finance/non-performing-assets-indian-banks.html>