

Commercial Banking System

Course Objectives

The objectives of the course are:

- To provide basic knowledge of banking;
- To familiarize the students with the changing scenario of Indian banking;
- To gain insight into E-banking services;
- To familiarize the students with the functions of RBI.

Syllabus

Modern Banking, Retail Banking, Banking sector reforms, Merchant Banking and RBI Expected Outcome

This course aims to help students to understand the concepts, policy framework and Environment of Banking and Central bank functions.

References

1. Shelagh, Modern Banking, Cass Business School, City University London, John Wiley & Sons
2. K.C.Nanda, Credit and Banking, Response Book, Sage Publications, 1999.
3. Sundaram K.P.M. and Varshney P.N., Banking and Financial System, Sultan Chand & Sons.
4. S. Gurusamy, Financial Services & System, Vijay Nicole Imprints Pvt Ltd.
5. H.I. Bedi & V.K. Hardikar, Practical Banking.
6. B K Swain, Commercial Banking in a changing scenario, Excel Books

Course Plan

1 Banking: Role of banks in business - structure of commercial banking in India — Changing scenario in commercial Banking. Public sector and private sector banks scheduled banks — foreign banks new generation banks - functions of commercial banks

2 Innovations in banking-Social banking-Lead bank scheme -Offshore banking- Consortium banking- Negotiable instruments Cheque Truncation system-E-Purse. Customer services, creation of credit. Retail banking-Products and services- NPA-Its management

First Internal Examination

3 E-Banking: Centralized Online Real Time Electronic Banking (CORE) Electronic Clearing Service (ECS) , Electronic Fund Transfer (EFT) ,Real Time Gross Settlement (RTGS) ,National Electronic Fund Transfer (NEFT) ,Society for Worldwide Interbank Financial Telecommunications (SWIFT) ,E-Cheque ,Any Time Money ,ATMs , Credit Cards , Debit Cards , Smart Cards ,Internet Banking ,Phone Banking , Mobile Banking.

4 Reserve Bank of India and its function-Banking Sector Reforms : Basel Norms — Capital Adequacy norms Global Challenges in Banking Services — New Trends in Banking Services –Business strategies of Banks-Instruments of Credit Control

Second Internal Examination

5 Merchant banking - historical perceptive - nature of services provided by Merchant bankers- structure of merchant banking firm - setting up and managing a merchant bank – SEBI regulations on merchant banks.

Final Examination