

**B. COM
SEMESTER V
BANKING AND FINANCIAL SERVICES
MAJOR 2
BANKING IN INDIA
(100 Marks -75 Lectures)**

OBJECTIVE : To acquaint the student with the evolution of banking in India; to familiarize the student with the developments that have taken place in Indian banking as a result of bank nationalization and the ongoing financial sector reforms; to make the student aware of the practical implications of financial sector reforms.

Unit : I- Evolution of banking in India (20 marks - 14 Lectures)

Evolution of banking in India, classification and structure. Unorganized components, overall functioning, malpractices and present status; development of commercial banking in India – phase I – up to nationalization, Phase II –post- nationalization up to the introduction of financial sector reforms. Priority Sector Lending.

Unit: II- Financial sector Reforms (25 marks - 18 Lectures)

Narasimham Committee –I & II, observations, recommendation, follow –up action. Prudential Norms. Basel Norms.
Non- Performing Assets (NPA) – causes, remedial measures.

Unit –III: Financing of Agriculture and Rural Development

(30 marks - 25

Lectures)

Agriculture finance and rural development

Sources of finance for agriculture and rural activities, cooperative banks-structure, cooperative banks and rural credit, functions, problems and remedial measures. Regional rural banks-role/functions, problems and remedial measures. Commercial banks- role/functions, problems and remedial measures. Refinance and functions of NABARD. Micro finance and lending through Self- Help Groups.

Unit: IV – Financing of Industry

(25 marks - 18

Lectures)

Industrial finance and new challenges; refinance, role of SIDBI, IDBI

Role of commercial banks in financing corporate sector & SME, role, problems & present status

Development institutions IDBI, ICICI, IFCI, SFCS

Working capital & term finance

Books for Study and Reference:

Mishra S.K & Puri V.K Indian Economy 28th Revised Edition-2010 . Himalaya Publishing House

Basu p. (ed) : India's Financial Sector: Recent Reforms, Future Challenges, 2005.

Datt R. & Sundharam K.P.M.: Indian Economy, New Delhi, S. Chand, 2006

Dr. K.M Bhattacharya, O.P Agarwal Basics of Banking & Finance.

B.S Khubchandani practice and law of banking, Macmillan India Limited,2007.

L.M Bhole, Jitendra Mahakud 5th edition financial institutions and markets.

Structure, growth and innovations. Tata McGraw-hill education private limited.

Bidani S.N., Mitra P.K & Pramod Kumar: Bank Finance for Industry, New Delhi, vision, 1998.3e

Shekhar K.C. & Shekhar L.: banking theory and practice, New Delhi, vikas,