

MASTER OF COMMERCE - SECOND SEMESTER
BANKING SYSTEM AND EVALUATION

Code: **HC 2.1**

Contact Hours: 64

Credit Points: 4

Evaluation: Continuous Internal Assessment – **30 Marks**
Semester-End Examination – **70 Marks**

Univ Code:

Work load: **4 hours per week**

Objectives: Providing an in-depth analysis of the commercial banking in India and equipping the students with the tools used in interpreting and evaluating performance, productivity and efficiency of the banking organisations.

Pedagogy: Lectures, Case analysis, Group discussion, Presentation and Assignments

Module-1: Banker and Customer: Origin of banker and banking system, meaning of banker and customer, banker and customer relationship-general relationship, statutory obligations of banker, banker's lien, functions of Banker; Customer- special types of customer- minor, married, partnership firm- joint stock Company, Banking system in India, Universal Banking and e-banking.

Module-2: Negotiable Instruments: Definition, characteristics, types, and classification- special parties in negotiable instrument, cheques - crossing, endorsement, material alteration, marking of cheques.

Module-3: Banking Regulations: Control of the Banking Sector by the RBI, CRR, SLR and Income Recognition Norms, NPA and Provision for NPAs, Basel Accord – I, II, III (CRAR).

Module-4: Banking Performance Measurement and Evaluation: Interpreting Bank Balance Sheet and Income and Expenditure Statements, Financial Statement Analysis and Bank Performance Measurement, CAR, Liquidity Ratios, Structural Ratios and Profitability Ratios

Module-5: Management of Banking Organisation: Loan Management, Investment Management, Liquidity Management, Profit and Growth Management, Asset Liability Management Using traditional GAP and Modern Techniques.

Recommended Books:

1. Varshney, P.N., **Banking Law and Practice**, Sultan Chand & Sons, New Delhi.
2. Nigam, B. M. Lal, **Banking Law and Practice**, Konark, New Delhi
3. Raut K C and Dass S K, **Commercial Banks in India: Profitability, Growth and Development**, Kanishka Publishers, New Delhi
4. Reed E W, **Commercial Bank Management**, Harpet and Row Publishers, New York.
5. Subba Rao P, **Principles and Practice of Bank Management**, Himalaya Publishing House, New Delhi.
6. Vasanth Desai, **Principles of Bank Management**, Himalaya Publishing House, New Delhi.
7. Maheshwari S N, **Management Accounting for Bankers**, S Chand and Sons, New Delhi.
8. Jeevanandam, **Management Accounting for Bankers**, S Chand and Sons, New Delhi

9. B Ramachandra Rao, Balance Sheet and Credit Appraisal, S Chand and Sons, New Delhi
10. Ramoorthi, **Working Capital Management in Banks**, IMFR, Chennai
11. Singh and Singh, **Financial Analysis for Credit Management in Banks**, HPH, Mumbai
12. John Mayer, **Financial Statement Analysis**, PHI, New Delhi
13. Pandey I M, **Management Accounting**, Vikas Publications, New Delhi