



**MASTERS OF ARTS (ECONOMICS)**  
**MA (Economics) Semester – II**

Course Code	PA02EECO58	Title of the Course	Central Banking – II
Total Credits of the Course	5	Hours per Week	5

<b>Course Objectives</b>	<ul style="list-style-type: none"><li>• To make student aware about the RBI and its functions.</li><li>• To explain the qualitative measures for credit control.</li><li>• To disseminate the knowledge about the money market.</li><li>• To describe the constitution and administration system of central bank.</li></ul>
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<b>Course outline</b>		
<b>Unit</b>	<b>Unit Description</b>	<b>Weightage*</b>
1.	Methods of Credit Control - Qualitative methods of credit control – objectives, direct actions, moral suasions, credit rationing, regulation of consumer credit, variable margin requirements, publicity and others. Role of central bank in market and economy.	25%
2.	Central Banking in India Evolution of central banking in India, central banking functions of the Reserve bank of India- Note issue function, banker to the government, bankers' bank; Reserve Bank of India as a controller of credit – Bank rate, Open Market Operations, Variable reserve ratio, SLR, Repos, etc.	25%
3.	Reserve bank of India and bill market in India. Bills only doctrine, availability doctrine. Money market Meaning and significance of money market, constituents of money market, characteristics of the Indian money market, suggestions to improve Indian money market.	25%
4.	Constitution and administration of central banks Introduction, ownership of capital, distribution of profits, administration of central banks, The independence of central banks, autonomy of central banks. Financial Sector Reforms in India	25%

<b>Teaching-Learning Environment</b>	The course would be taught/learnt through various means like lectures, discussions, writing assignments, viva-voce, seminars presentations, browsing online-resources relevant to the content, participating in co-curricular, extra-curricular activities.
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<b>Evaluation Pattern</b>		
<b>Sr. No.</b>	<b>Details of the Evaluation</b>	<b>Weightage</b>
1.	Internal Written / Practical Examination	15%
2.	Internal Continuous Assessment in the form of Practical, Viva-voce, Quizzes, Seminars, Assignments, Attendance, Participation in co-curricular and extra-curricular activities	15%
3.	University Examination	70%



**SARDAR PATEL UNIVERSITY**  
Vallabh Vidyanagar, Gujarat  
(Reaccredited with 'A' Grade by NAAC (CGPA 3.25)  
Syllabus with effect from the Academic Year 2021-2022

**Course Outcomes:** Having completed this course, student should be able to :

1.	Explain the functions of central bank.
2.	Evaluate the effects of qualitative credit control measures.
3.	Demonstrate the administrative system of RBI.

**Suggested References:**

Sr. No.	Reference Books / Research papers / Reports / Any reference material used for teaching / learning the content in the course outline
1.	Avadhni V.A., Theory and Practice of Central Banking in India, Somaiya Publications, Bombay.
2.	Bhattacharya B.B., Financial Reforms and Financial Development in India, Institute of Management Technology, New Delhi
3.	Bhole L.M., Impacts of Monetary Policy, Himalaya Publishing House, Bombay
4.	Chunkapura P.M., Monetary Policy, Reliance Publishing House, Delhi
5.	De kock M.H. Central Banking, Universal Book stall, New Delhi
6.	Desai Vasant, Money and Central Banking, Himalaya House, Bombay
7.	Ghia and others, Organised Markets, Vora and co. ltd., Bombay.
8.	Ghosh B.N. and Ghosh Rama, Fundamentals of Monetary Economics, Himalaya Publishing House, Bombay
9.	Gupta S.B., Monetary Economics, Institutions, Theory and Policy, S.Chand and Com. Ltd., New Delhi.
10.	Hajela P.D., Problems of Monetary Policy in Underdeveloped Countries – with special reference to India, Lalvani Pub. House, Bombay.
11.	Narain Brij, Money and Banking, S,Chand and co., Delhi
12.	Shekhar K.C., Banking Theory and Practice, Vikas Pub. House Pvt. Ltd.
13.	Simha S.L.N., Modern Banking, Monetary Policy and Finance, Deep and Deep Publications, New Delhi
14.	Sundharam K.P.M., Money, Banking, Trade and Finance, Sultan chand and sons, New Delhi
15.	Reddy Y.V., Monetary and Financial Sector Reforms in India – A Central Banker's Perspective, UBS Publishers, New Delhi
16.	Reserve Bank of India, Functions and Working
17.	RBI, 50 years of Central Banking
18.	RBI, Occasional Papers, (1) Vol. 12, No. 3-4, September- Dec. 1991 (2)Vol. 18, Nos. 2&3, June-Sept., 1997.
19.	RBI, C.D.Deshmukh Memorial Lecture Series, Centenary commemorative Volume
20.	Sen S.N., Central Banking in Underdeveloped Money Markets, Book land private ltd., Calcutta
21.	Kendriya Banking, (Gujarati) Translation of Central Banking (De kock M.H.) Translator Dr. J.H.Adhvaryu