

PRINCIPLES OF BANKING

Sem	Subject code	Category	Lecture		Theory		Credit
			Total Hrs	Hrs per week	Total Hrs	Hrs per week	
III		Core paper – VIII	60	4	60	4	4

COURSE OBJECTIVE:

1. Students can learn the scope, functions of banking system.
2. To understand the various types of deposits.
3. To know the modern banking system.

COURSE OUTCOMES:

On Successful completion Of the Course the student will be able:

CO Number	CO STATEMENT	Knowledge level (K1-K4)
CO1	To understand the banking systems and Functions of RBI	K1
CO2	To develop skills of opening on account, Different kinds of Account	K1
CO3	To know and understand Institutions supporting Rural Development.	K2
CO4	To understand about the various negotiable instruments.	K2
CO5	To know the various forms of modern banking systems.	K2

K1 – Remember; K2 – Understand; K3 – Apply; K4 – Analyze

MAPPING WITH PROGRAMME OUTCOMES:

COS	PO1	PO2	PO3	PO4	PO5	PO6
CO1	M	S	M	S	M	S
CO2	M	S	S	S	M	S
CO3	S	S	M	S	S	S
CO4	S	S	M	M	S	M
CO5	S	M	S	S	S	S

**S – Strong;
Low**

M – Medium;

L –

UNIT- I BANKING SYSTEM**20 hrs**

Introduction : Commercial banking – Classification – Banking system– Universal banking – Functions – Role of commercial banks in economic development – Central banking – Need – Principles – central banking Vs commercial banking – Functions and role -Administration and management of Reserve Bank - Functions of Reserve Bank of India- Methods of issue - Credit control - Qualitative and quantitative techniques of credit control

UNIT –II PROCEDURES IN BANKING**10 hrs**

Procedures in Banking : Types of deposit account - Types of customers - Relationship between banker and a customer Importance of customer relations - Customer grievances and redressal - Role of banking ombudsman.

UNIT- III RURAL DEVELOPMENT BANKING**10 hrs**

Institutions supporting Rural Development: NABARD – SIDBI – DIC – Non- Governmental Organizations (NGOs) – Their role and functions.

UNIT- IV NEGOTIABLE INSTRUMENTS
hrs

10

Negotiable Instruments : Meaning and Characteristics – Types of Negotiable Instruments – Cheques – e-cheques- Feature – Material alteration – Crossing – Kinds – Endorsement – Types- Payment and Collection of Cheques – Rights – Duties – Statutory protection to the paying banker and collecting banker.

UNIT- V MODERN BANKING SYSTEM

10 hrs

Modern Banking System : E-banking – services – Risk management for e-banking – Internet banking – Internet banking Vs. Traditional banking – Mechanics – Drawbacks of Internet banking – Indian scenario and future outlook– Mobile banking – Telephone banking – ATM – Electronic money – Electronic funds transfer – Indian Financial Network (INFINET)

Distribution of marks: Theory 100% and problem 0%

TEXT BOOKS:

S.NO	Authors	Title	Publishers	Year of publication
1	K.P.M. Sundharam,	Money, Banking & International Trade	Sulltan Chand & Sons - New Delhi.	2012
2	S.V. Vasudevan	Theory of Banking	S.Chand & Company Ltd., - New Delhi.	1990

3	Sherlekhar, K.C	Banking Theory and Practice	Vikas Publishing House Pvt Ltd.New Delhi	1994
4	Dr.S.N.Maheswari	banking Theory Law & Practice	Sultan Chand & Sons, New Delhi.	2014

REFERENCE BOOKS:

S.NO	Authors	Title	Publishers	Year of publication
1	Radhaswamy,M.&S.V Vasudevan	A Text Book of Banking	S.Chand & Company New Delhi	1979
2	B.Santhanam,	“Banking Theory, Law &Practice	Margham Publications, Chennai.	2005
3	Sundharam & Varshney	Banking Law Theory and Practice	Sultan Chand Co	2015

TEACHING METHODOLOGY:

1. Chalk& Talk
2. Lecture
3. Seminar
4. Assignment
5. Chart preparation
6. PPT
7. Group Discussion
8. You tube class
9. Case study
10. Role play

SYLLABUS DESIGNER:

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