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)

Non-Performing Assets (NPA) – causes, remedial measures.

Unit –III: Financing of Agriculture and Rural Development

Agriculture finance and rural development
B. COM

(30 marks - 25 Lectures)

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:

Datt R. & Sundharam K.P.M.: Indian Economy, New Delhi, S. Chand, 2006
Dr. K.M Bhattacharya, O.P Agarwal Basics of Banking & Finance.
Shekhar K.C. & Shekhar L.: banking theory and practice, New Delhi, vikas,