

KLE's Lingaraj College, Belagavi
(Autonomous)
Department of Economics
B.Com: III-Semester
Monetary Economics
(w.e.f. 2017-18 and onwards)

SYLLABUS

Teaching hours per week - 4

Maximum Marks: 100 Marks
Semester End Examination: 70 Marks
Internal Assessment: 30 Marks

Course Outcome: (52 Hours)

At the end of this course students will be able to:

1. To enhance understanding of Money, Value of Money and Supply of Money in Indian context.
2. It will make them aware about Indian Money Market, Commercial Banking and working of Reserve Bank of India.
3. Students will be familiar with the concepts like inflation, deflation, stagflation and measures to control inflation.
4. They will be able to analysis the Balance Sheet of a Bank, Liabilities and assets of Banks.

Unit	Content	No. of Hours
Unit I	Money-Meaning and Functions of Money – Money and Near Money – Supply of Money - M1, M2, M3 and M4. Value of Money – Meaning - Measurement of Value of Money –Consumer Price Index Numbers – Simple and Weighted - Quantity Theory of Money – Cash Transaction and Cash Balance Approach.- Digital Money: meaning and its instruments- Demonetization - Concept and Consequences.	15 Hrs
Unit II	Inflation and Deflation –Meaning and Causes; Demand Pull and Cost Push Inflation, Effects of Inflation, Control of Inflation; Deflation Meaning – Causes of Deflation, Inflation Vs Deflation, Stagflation –Meaning.	08 Hrs
Unit III	Business Cycles – Meaning, Features and Phases;Hawtrey's Monetary and Keynes' Non-Monetary Theories, Control of Business Cycles.	09Hrs
Unit IV	Money Market– Meaning, Structure and Defects of Indian Money Market; Banking -Meaning and Functions of Commercial Banks, Liquidity Vs Profitability, Credit Creation - Analysis of the Balance Sheet of a Bank	12 Hrs
Unit V	Reserve Bank of India – Traditional functions and Promotional Role- Methods of Credit Control – Quantitative and Qualitative Methods- Reforms in Indian Banking System.	08 Hrs
Tests, Seminars, Group Discussion, Case Analysis, Field Visits, Projects etc		

SUGGESTED READINGS:

- **M.L.Seth** : Money Banking and International Trade - Laksmi Agarwal Educational Publications, Agra
- **K.P.M. Sundaram** : Money Banking and International Trade – S.Chand & Co New Delhi
- **A.B. Kalkundrikar**: Monetary Economics – R.Chand& Co.
- **Paul R.R.** : Monetary Economics –Kalyani Publishers
- **Sethi T.T.** : Monetary Economics - S.Chand& Co.
- **Jingan M.L.** : Money Banking and International Trade - Publications Ltd. New Delhi
- **Geoffrey Crowther**: An Outline of Money
- **Robertson D.** : Money
- **De Kock M.H.** : Central Banking
- **Chandler L.V** : The Economics of Money and Banking Reserve Bank of India Bulletin (Various Issues) – Mumbai