

**Economics General
Public Finance**

Semester V	Subject Code: A51708	Lectures: 60
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Objectives:

- To equip the students with
 - An overview of Public Finance.
 - An understanding of the concepts, importance and scope of Public Finance.

Unit 1: Introduction	8
<ul style="list-style-type: none"> • Meaning, Evolution and Scope of Public Finance • Comparison of Public Finance and Private Finance • Concepts of Public Goods, Private Goods and Merit Goods • Externalities 	
Unit 2: Public Revenue	12
<ul style="list-style-type: none"> • Meaning and Sources of Public Revenue • Tax and Non- Tax Revenue • Meaning, Definition of Tax • Canons of Taxation • Classification of Tax- Direct and Indirect Taxes, Progressive, Proportional Regressive and Diggessive Taxes • Merits and Demerits of Direct and Indirect Taxes • Impact and Incidence of a Tax, Shifting of a Tax • Effects of a Tax on Production, Distribution and Consumption 	
Unit 3: Public Expenditure and Public Debt	10
<ul style="list-style-type: none"> • Meaning and Definition of Public Expenditure • Classification of Public Expenditure • Canons of Public Expenditure • Causes of Growing Public Expenditure • Meaning and Definition of Public Debt • Classification of Public Debt • Causes of Rising Public Debt • Burden of Public Debt 	



Unit 4: Fiscal Policy**8**

- Fiscal Policy- Meaning and Definition
- Objectives of Fiscal Policy in Developing Economy
- Budget – Meaning and Types, Composition of Budget
- Deficit Financing – Meaning and Types of Deficit

Unit 5: Women and Public Finance**10.**

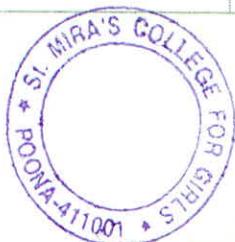
- Gender Budget- Meaning and Objectives
- Gender Budget in India
 - Plan Approaches to Gender Issues
 - Women Component Plan
 - Allocations to Women
- Gender Audits of Budgets
- Role of Government in Gender Budget

Assignments and Library hours – 12 hours*Text Books:**

- Andley and Sundaram- Theory and Practice of Public Finance, latest ed. *Agree, Ratna*
- Bhatia H.L "Public Finance" Vikas Publishing House, 18th edition.
- Mankar& Sharma (2001) "Public Finance Theory & Practice, Himalaya Publishing.
- Mundle Sudipto (2005) " Public Finance: Policy Issues for India" Oxford University Press.

References:

- Bail Roy W & Johnnesh F. Linn (1998) "Urban Public Finance in Developing Countries" Oxford University Press.
- Browning & Browning (2004) "Public Finance & the Public System" Pearson Education.
- Herber Bernard (1988) "Modern Public Finance" Richard D Irwin Inc.
- Hicks Ursula (1961) "Public Finance" Digsowell Place, James Nishbet& Co Ltd.
- Musgrave R. A. (1959) "The Theory of Public Finance: A Study in Public Economics" McGraw Hill Logakwha Ltd.
- Musgrave R. A. & Musgrave P. B "Public Finance: In Theory & Practice" McGraw Hill Logakwha Ltd.
- Taylor Philip C (1968) "The Economics of Public Finance" Oxford University & IBH Publishing Co.
- Latest Budget Papers- Government of India.



**Economics General
Banking System**

Semester VI	Subject Code: A61708	Lectures: 60
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Objectives:

- To equip the students with
 - An overview of Banking Systems.
 - An understanding of the concepts, importance and comparison between banking systems.

Unit 1: Introduction	8
<ul style="list-style-type: none"> • Definition of a Bank • Evolution of Banking: In the West and In India • Classification of Banks- Structure and Functions • Structure of Banking System in India 	

Unit 2: Commercial Banks in India	12
<ul style="list-style-type: none"> • Public Sector Banks – Role and Functions • New Private Banks- Capital, Role, Advantages & Disadvantages • Local Area Banks- Capital and Functions • Small Banks- Features, Capital and Functions • Payment Banks- Features, Capital and Functions 	

Unit 3: Reserve Bank of India	10
<ul style="list-style-type: none"> • History of Reserve Bank of India • Role of RBI in Post 1990 Period <ul style="list-style-type: none"> ◦ Currency Management- Clean Note Policy, Policy on Fake Currency ◦ Supervisory Functions – Onsite and Offsite Supervision, Management of Non-Performing Assets, Basel Norms ◦ Reserve Management- Policy on Foreign Exchange Reserve Management since 1990 	

Unit 4: Cooperative Banks	10
<ul style="list-style-type: none"> • Cooperative Banks-Definition, Meaning and Features • Structure of Cooperative Banks, • Difference: Cooperative Society and Cooperative Bank, Cooperative Bank and Commercial Bank • Urban Cooperative Banks- Definition, Meaning and Features, Licensing Policy 	



of Urban Cooperative Banks

- Problem of Cooperative Banks in India

Unit 5: New Trends in Indian Banking System

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- E-Banking- Meaning, Features, Difference between Traditional and Electronic Banking, Core Banking, E-Wallet
- Green Banking- Meaning, Objectives and Measures
- Financial Inclusion- Meaning, Objectives, Barriers to Financial Inclusion, Measures towards Financial Inclusion
- Micro Finance- Meaning and Objectives, SHGs- Meaning, Role and Problems

*Assignments and Library hours – 12 hours

Basic Reading:

- Tannan, M.L. "Banking Law and Practice in India" Indian Law House, New Delhi (Latest Edition).
- Bhasin, Niti (2006) "Banking Developments in India 1947 to 2007" New Century Publications.
- Bhole, L.M. (2004) "Financial Institutions and Markets" Tata McGraw Hill, Delhi,

Reference Books:

- Gordon E. & Natarajan K. "Banking Theory, Law & Practice" Himalaya Publishing House
- Kapila Raj & Kapila Uma "Banking & Financial Sector Reforms in India" Academic Foundation, New Delhi, latest ed.
- Khan, M. Y. (2007) "Indian Financial System" Tata McGraw Hill.
- Kohn Meir "Financial Institutions & Markets" Tata McGraw Hill, latest ed.
- Machiraju M.R. (1999) "Indian Financial System" Vikas Publications
- Mani N (2015) 'Financial Inclusion in India' New Century Publications
- PathakBharati (2014) "Indian Financial System" Pearson India, 4th edition
- Rangarajan C. "Financial Sector Reforms" RBI Bulletin July 1997
- Sarkar A.N. (2014) "Green Banking" Atlantic
- Sundharam & Varshney "Banking Theory, Law & Practice" Sultan Chand & Co, latest ed.
- Vasudevan A "Central Banking in Emerging Economies", latest ed.,



Reports & Bulletins:

- Report of the Committee on Financial Inclusion, 2008
- Reserve Bank of India: Functions and Working-RBI Publication
- RBI Monthly Review
- RBI Annual Reports
- Report on Currency and Finance

