

OBE based Teaching Lesson Plan 2019-20

Program: B.COM REGULAR

Course Name: THEORY AND PRACTICE OF BANKING

Course Code: C1 15 AR 303

Semester: 4TH

Lecture hours: 60

Faculty in-charge: Dr.Karthika / Dr.Sridhar/ Asha Joseph

Course Outcome No.	Course Outcomes	T level Indicator
CO 1	Explain the nature and functions of commercial banks and disclosure of information about customers	T2
CO 2	Illustrate the structure and system of banking in India	T3
CO 3	Use negotiable instruments and cheques in accordance with the merit of the case	T3
CO 4	Examine the role of a paying and collecting banker on different situations	T4
CO 5	Apply risk management techniques in accordance with the type of the lending	T3
CO 6	Examine the implications of recent trends in banking	T4

Module No. Topics Covered	Course Outcome No.	No. of Lecture Hours	Pre-Class Activity	Instructional techniques	Assessment	T level
MODULE 1: Nature of Banking and Functions of a Banker Functions of commercial banks, sources & employment of commercial bank funds, earning assets of bank, creation of credit by banks, Theory of liquidity and profitability. Obligations and rights of banker, Garnishee Order, Disclosure of information about customers account as required by law (KYC), Law of limitations.	CO1	12	KYC document s handout	Lecture Interaction PPT Videos	Q&A Group discussion	T2
MODULE 2: Commercial Banks and Central Bank Types of Banks: Scheduled and Non Scheduled bank, Regional Rural Bank, and Development Bank: IFCI, SFC, SIDC, ICICI, IDBI and NABARD. Types of Banking system: Branch, Unit, Investment (Development), Universal (Mixed) Banking. Understanding the	CO2	8		Lecture/Discus sion	Q &A	T3

<p>basic purpose and functions of: Retail bank - Investment banking (Securities /trading), corporate banking, private banking, co-operative banks.</p> <p>Micro Credit: Meaning and importance, Islamic Financing - Meaning and Five Basic Principles.</p> <p>Regulatory Authority - RBI</p> <p>Qualitative and Quantitative credit control measure (in detail).</p>						
<p>MODULE 3: Negotiable Instruments</p> <p>Essential Characteristics of Negotiable Instruments, Promissory note, Bills of Exchange, cheque (meaning and features), Bearer Cheques, Crossed Cheques, Types of crossing and Opening of crossing, Demand Draft, Parties to a Negotiable Instrument</p>	CO3	10	Samples of Negotiable Instruments	Lecture/Discussion	MCQ Group activity	T3
<p>MODULE4 : Paying and Collecting Banker</p>	CO4	10		Lecture/Discussion	Q &A	T4

Precautions to be taken by Paying Banker, Protection to paying banker in case of Order cheques, Suitable replies to dishonored cheques, Conversion by collecting bankers, Duties of Collecting Banker.						
MODULE 5: Principles of Bank Lending and Managing Risk Principles of Sound Lending, Credit worthiness of Borrowers, Non Performing Assets, Modes of Creating charges (Lien, Pledge, Hypothecation, Mortgage and its types, Assignment), Different types of risks - Basel Norms and its global impact with special emphasis on its implementation in India	CO5	12	Case study	Lecture/Discussion	Q&A	T3
MODULE 6: Latest Trends in Banking Phone Banking - Call Centers - Internet banking - mobile banking - payment gateways - card technologies - MICR electronic clearing - Total Branch	CO6	8		Lecture/Discussion	Q&A	T4

computerization - centralized banking - electronic fund transfer - RTGSS - NEFT - Electronic Money - E- cheques						
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Continuous Internal Assessment

- Case study analysis via ERP- December first week
- Class test - January last week

Books for Reference:

- Sundaram and Varshney: Theory and Practice of Banking.
- De Kock: Central Banking.
- Dr. K. N. Prasad and T. Chandradass: Banking and Financial Systems
- Maheshwari and Paul. R. R: Banking Theory and Law and Practice.
- Rudder Datt and K.P.M. Sundara: Indian Economy