



NATIONAL LAW UNIVERSITY AND JUDICIAL ACADEMY, ASSAM

PROGRAMME: B.A., L.L.B.(HONS.) FYIC

DETAILS OF COURSE OFFERED

ODD SEMESTER (III) – ACADEMIC YEAR

SL NO	COURSE CODE	COURSE TITLE	L	T/P	CR	CH
1	BL301.2 (ECONOMICS MAJOR - III)	THE FINANCIAL SYSTEM & ISSUES OF INDIAN ECONOMY	4 PER WEEK	1 PER WEEK	4	

- A. CODE AND TITLE OF THE COURSE: BL301.2 (ECONOMICS MAJOR-III), THE FINANCIAL SYSTEM & ISSUES OF INDIAN ECONOMY**
- B. COURSE CREDIT: 4 (TOTAL MARKS 200)**
- C. MEDIUM OF INSTRUCTION: ENGLISH**
- D. COURSE COMPILED BY: MS. DIPAKSHI DAS**
- E. COURSE INSTRUCTOR: MS. DIPAKSHI DAS**

1. COURSE OBJECTIVES

The course of The Financial System & Issues of Indian Economy basically includes some basic issues of Indian economy, global economy and the fundamentals of the of functioning the financial system of the world in general and India in particular. The study of Indian economy would help in comprehending the working of the different sectors in India and would also assist the students in understanding some of the basic problems engulfing the economy. The study of basic economic problems of India is very much necessary to understand the barriers in the functioning of the Indian economy. The course is so designed to instil the much required knowledge and information in these fields of study. To conclude the basic objectives are as follows:

- i. To assist the understanding of the process of Indian economic system;
- ii. To understand the functioning of the banking and the financial system in India;
- iii. To get acquainted with the basic issues in the Indian economy;
- iv. To identify the basic problems hindering the functioning of the Indian economy;
- v. To identify emerging issues in the subject.

2. TEACHING METHODOLOGY

The teaching methodology shall be participatory teaching with discussions on the topics included and connected. The students are informed in advance the topic for discussion and the topic of project / assignment they have to prepare. The students prepare their topics from the sources suggested to them. The students are also encouraged to do independent research on their respective assignments. In the classroom every student is required to present his/her topic and to have his/her doubt cleared through discussion. The teacher will be helping and guiding the students in their pursuits of legal learning. The teacher summarizes after the students have completed their discussion, and clarify the doubts, if any, and answer their queries.

3. EXPECTED OUTCOMES OF THE COURSE

On completion of the Course the students are expected to understand the nuances of each module and thereafter they shall be in a position to understand and relate emerging topics in their field of study. They are also expected to develop keen interest in the topics as they are quite relevant in their practical aspects as well. The proper understanding of the modules shall help the students comprehend the some of the basic issues in Indian as well as the global economy and also the functioning of the financial system as a whole.

4. COURSE EVALUATION METHOD

The Course shall be assessed for 200 marks. The Evaluation scheme would be as follows:

Internal assessment: 70% (140 marks)

Semester End Examination: 30% (60 marks)

Sl. No.	Marks Distribution	
1	Project Work	40 marks
2	Seminar/Group Discussion	20 marks
3	Assignment/Assessment	30 marks
4	Mid-Semester Test	40 marks
5	Attendance in class	10 marks
6	Semester End Examination	60 marks

5. DETAILED STRUCTURE OF THE COURSE (SPECIFYING COURSE MODULES AND SUB-MODULES)

MODULE I- Money in a Modern Economy

Concept of Money in a Modern Economy, monetary aggregates; demand for money; Quantity Theory of money; liquidity preference & rate of interest; money supply & its determinants

MODULE II- Banking

Commercial Banking- Meaning, Functions, Process of Credit Creation, Assets & Liabilities- Balancing Liquidity with Profitability

Central Banking- Meaning, Functions, Methods of Credit Control, Monetary Policy- Objectives, Promotional Role of a Central Bank in a Developing Economy (with special reference to RBI)

Indian Banking System- Changing role & structure; banking sector reforms

MODULE III- The Financial System

Meaning, constituents, functions & importance of Financial System, Money Market & Capital Market, role of financial derivatives & other innovations; Stock Market- its role in economic development; Stock Market Indices

MODULE IV- Indian Economic Issues

Role of Agriculture - Barriers to agricultural growth; Land Reforms in India- rationale, measures & impact; Green revolution & Indian Agricultural Growth; Food Security & Public Distribution System; Indian Agriculture & WTO

Role of Industries- Large Vs Medium, Small & Micro Enterprises; Industrial Development Strategy before Reforms, Industrial Policy 1991 & Liberalization

Poverty, Inequality & Unemployment- conceptual and measurement issues- the Indian Situation.

6. PRESCRIBED READINGS

- P.K. Dhar, Indian Economy and Its Growing Dimensions, Kalyani Publishers, Fifteenth Edition, 2007.
- A.N. Agarwal, Industrial Economy: Problems of Development and Planning, New Age International Publishers, Twenty Third Edition, 2007.
- R. Dutt and K. P. M. Sundaram, Indian economy, Sultan Chand and Sons Educational Publishers, New Delhi, 2012.
- Government of India, Economic Survey(Annual), New Delhi.
- Ramesh Singh, Indian Economy, McGraw Hill Education, Fifth Edition, 2013.
- Uma Kapila, Indian Economy: Performances and Policies, 2013-2014.
- K.C. Rana and K.N. Verma, International Economics, Paperback & Hardbound 5th (Reprint), 2014 Edition.
- M L Jhingan, Macro Economic Theory, Vrinda Publications (P) Ltd, 2010
- Bharati V. Pathak, The Indian Financial System: Markets, Institutions and services, Third Edition, Pearson Publication, 2007.
- F. S. Mishkin and S. G. Eakins, Financial Markets and Institutions, Pearson Education, 6th edition, 2009.

- F. J. Fabozzi, F. Modigliani, F. J. Jones, M. G. Ferri, Foundations of Financial Markets and Institutions, Pearson Education, 3rd edition, 2009.
- M. R. Baye and D. W. Jansen, Money, Banking and Financial Markets, AITBS,1996.
- Rakesh Mohan, Growth with Financial Stability- Central Banking in an Emerging Market, Oxford University Press, 2011.
- L. M. Bhole and J. Mahukud, Financial Institutions and Markets, Tata McGraw Hill, 5th edition, 2011.
- M. Y. Khan, Indian Financial System, Tata McGraw Hill, 7th edition, 2011.
- S.B.Gupta, Monetary Economics: Institutions, Theory and Policy, S.Chand and Company Ltd., 2003.