

St. Xavier's College (Autonomous), Ahmedabad

FACULTY OF ARTS

DEPARTMENT OF ECONOMICS (SF)

BA. Hons. (Economics) SF

SEMESTER-5

SEC: Economics of Banking and Finance Markets

CREDIT DISTRIBUTION, ELIGIBILITY AND PRE-REQUISITES OF THE COURSE

Course Title & Code	Credit Distribution of The Course			Eligibility Criteria	Pre-requisite(s) of the Course (if any)
	Lectures	Tutorial	Practical / Practice		
Economics of Banking and Finance Markets (ECHSE551C)	2	0	0	10 + 2 from a recognized board in any stream	NA

Learning Objectives:

- 1 Understand the structure and functioning of the financial system, including debt and equity markets, banking, and central banking
- 2 Explain the role of asymmetric information, financial regulation, monetary policy tools, and their effectiveness in ensuring financial stability

Course Outcomes:

- 1 Analyze financial markets, banking systems, and financial crises in the context of information problems and regulatory frameworks
- 2 Evaluate the role of central banks and monetary policy strategies in influencing economic stability and macroeconomic outcomes

Unit 1: Institutional and Policy Framework, Institutional setup, Central banking and monetary policy tools, Policy Instruments, Effectiveness of policy, Analysis of banking policies, Monetary policy tactics and strategies

Unit 2: Investment and Financial Markets: Tools for investment planning, Financial Crisis: Case study, Fixed income market, Risk Analysis, Rationale for regulation, Asymmetric information and the rationale for regulations of financial markets.

Books and references

A: Text Books

1. Mishkin, Frederic S., The Economics of Money, Banking and Financial Markets (Addison Wesley) Ninth Edition, 2010
2. Froyen, Richard T. Macroeconomics: Theory and Policies. 2009
3. L. M. Bhole and J. Mahukud, Financial Institutions and Markets, Tata McGraw Hill, 5th edition, 2011.

B: Other Materials

1. Websites of Regulatory and Promotional institutions: RBI (www.rbi.org); IMF data (www.imf.org/en/Data); FRED (<http://research.stlouisfed.org/fred2>); RBI: Handbook of Statistics On Indian Economy
2. Economic Dailies: Economic times, Business standard, Financial express, Hindu businessline, The Wall Street Journal (www.wsj.com), Financial Times (www.ft.com), Bloomberg (www.bloomberg.com), and The Economist (www.economist.com)