

AC –11-03-2025  
Item No. –04

Approved by the BOS in B.Com (Banking & Insurance) on 06-03-2025 Item No. 03

# Tolani College of Commerce (Autonomous)



**Programme: B.Com. Banking & Insurance Semester – VI**

**Title of the Course:  
Central Banking**

**Syllabus for 4 Credit Course  
From the Academic Year 2025 – 2026**

## Name of the Course: Central Banking

Sr. No.	Heading	Particulars
1	<b>Description of the course:</b>	Central banking is a critical function within a country's financial system, primarily responsible for managing monetary policy, regulating financial institutions, and maintaining financial stability.
2	<b>Type:</b>	Theory
3	<b>Credit:</b>	4 Credits
4	<b>Hours Allotted:</b>	60 Hours
5	<b>Marks Allotted:</b>	100 Marks Continuous Evaluation 40 Marks Semester End Examination 60 Marks
6	<b>Course Objectives:</b>	<ol style="list-style-type: none"> <li>1. Ability to understand the Overview of Central Banking</li> <li>2. Ability to understand the role of RBI as the Central Bank of India</li> <li>3. Ability to understand the Supervisory Role of RBI</li> <li>4. Ability to understand the Central Bank in other Countries and Central Banking in Cyber World</li> </ol>
7	<b>Course Outcomes:</b>	<ol style="list-style-type: none"> <li>1. Learners will be able to understand the Overview of Central Banking</li> <li>2. Learners will be able to understand the role of RBI as the Central Bank of India</li> <li>3. Learners will be able to understand Supervisory Role of RBI</li> <li>4. Learners will be able to understand Central Bank in other Countries and Central Banking in Cyber World</li> </ol>
8	<b>Module I: An Overview of Central Banking(15 Hours)</b>	
	<ul style="list-style-type: none"> <li>• Overview: Concept of Central Banking, Institutional Growth of Central Banking, the Changing Face of Central Banking.</li> <li>• Role of Central Banks: Determination of Goals, Inflation Targeting, Exchange Rate Targeting, Money Supply Targeting, Money Growth Targeting, Viable Alternatives to Central Bank, Central Banking in India.</li> <li>• Contemporary Issues, Autonomy and Independence, Credibility, Accountability and Transparency of a Central Bank.</li> </ul>	
	<b>Module II: RBI as the Central Bank of India(15 Hours)</b>	
	<ul style="list-style-type: none"> <li>• Policy Framework for RBI: Organizational Framework, Operational Framework –Role as a Central Banker, Promotional Role of RBI, Regulatory Role of RBI.</li> <li>• RBI and Monetary Policy</li> <li>• Macroeconomic Policies: Meaning &amp; Objectives.</li> <li>• Monetary Policy- Meaning&amp; Objectives</li> <li>• Monetary Policy in India - Goals, Targets and Instruments</li> <li>• A Brief Overview of Fiscal Policy, Striking Balance between Inflation and Growth through Monetary and Fiscal Policies</li> </ul>	
	<b>Module III: Supervisory Role of RBI(15 Hours)</b>	
	<ul style="list-style-type: none"> <li>• Regulation and Supervision: Need for Regulation and Supervision, Banking Regulation Act, 1949, Banking Regulation and Supervision, Functions of the Department of Supervisory, Regulations Review Authority, Unified Regulator v/s Multiple Regulators.</li> </ul>	

	<ul style="list-style-type: none"> <li>• RBI – On-site Inspection and Off-site Monitoring and Surveillance: The Core Principles for Effective Supervision – On-site Examination – Off-site Surveillance– On-site Inspection and Off-site Monitoring in India – Off-site Monitoring in Different Countries – Computerized Off-site Monitoring and Surveillance (OSMOS).</li> <li>• RBI and Financial System, Introduction, Functions, Characteristics of Financial System, Role of RBI in Regulating Financial System and Financial Sector Reforms.</li> </ul> <p><b>Module IV: Central Bank in other Countries and Central Banking in Cyber World:(15 Hours)</b></p> <ul style="list-style-type: none"> <li>• Federal Reserve System – Bank of England – The European Central Banking, Bank of Japan, Peoples Bank of China.</li> <li>• Interconnectivity of Central Banks with Other International Financial Institutions, ADB, IMF, World Bank, and BIS,(Objectives, Role and Functions)</li> <li>• Central Banking in Cyber World: E -Banking, E- money, IT induced Changes and Monetary Policy, E- payments.</li> <li>• Risks in the New IT Era, Impact of IT, Globalization and Central Banks.</li> </ul>
9	<p>References Books:</p> <ol style="list-style-type: none"> <li>1. Peter Conti-Brown - "The Power and Independence of the Federal Reserve" - 2022</li> <li>2. Pierre L. Siklos - "The Power of Central Banks: How Central Banks Shape Our World" - 2021</li> <li>3. Francesco Papadia and Tuomas Välimäki - "Central Banking in Turbulent Times" - 2021</li> <li>4. Thammarak Moenjank - "Central Banking: Theory and Practice in Sustaining Monetary and Financial Stability" - 2021</li> <li>5. Charles Wyplosz - "Central Banking at a Crossroads: Europe and Beyond" - 2022</li> <li>6. Chetan Ghate - "Central Banking: The Enabler of Financial Innovation" - 2021</li> <li>7. Christopher J. Neely and David E. Rapach - "Central Banking in the Modern World: Alternative Perspectives" - 2020)</li> <li>8. Zeti Akhtar Aziz and Frederic S. Mishkin - "Central Banking and Monetary Policy in Emerging-Market Economies" - 2021</li> <li>9. Helene Rey - "Central Banking in Times of Change: Principles, Challenges, and Prospects" - 2021</li> <li>10. V. V. Bhatt - "Central Banking: Theory and Practice in Sustaining Monetary and Financial Stability" - 2021</li> </ol>

### Evaluation Pattern

Continuous Evaluation: 40%  
Semester End Examination: 60%

The Continuous evaluation will consist of

	Total Marks
Class Test/ Assignment/Project Work/Presentation/Case Study/ Book Review	40

### Semester End Examination Question Paper Pattern

Maximum Marks: 60

Duration: 2 Hours

All Questions are Compulsory Carrying 15 Marks each.

Q. No.	Particular	Marks
Q-1	<b>Attempt any Two of the following: (Module – 1)</b> A. Full Length Question B. Full Length Question C. Full Length Question	15 Marks
Q-2	<b>Attempt any Two of the following: (Module – 2)</b> A. Full Length Question B. Full Length Question C. Full Length Question	15 Marks
Q-3	<b>Attempt any Two of the following: (Module – 3)</b> A. Full Length Question B. Full Length Question C. Full Length Question	15 Marks
Q-4	<b>Attempt any Two of the following: (Module – 4)</b> A. Full Length Question B. Full Length Question C. Full Length Question	15 Marks

### Signature of Team Members

Sr. No.	Name	Signature
1	Dr. Ishtiyah Chiplunkar	
2	Ms. Neha Gupta	
3	Ms. Disha Wadhwa	