

Bachelor of Commerce
(English Medium) -Semester V
Economics Paper-
With Effect from 2021-22

Old Syllabus	Proposed Syllabus
Title of the Paper:	Public Finance and Banking
Subject Code	Subject Code

	Cr	L	T	D (EE)	EE	IE	T
Public Finance and Banking			-				
	4	60	-	3 hrs	75	25	100

#L=Lectures per week, Cr=Credits, P/T=Practical/Tutorials, D=External Exam Duration, EE=External Examination, IE=Internal Examination, T=Total Marks

Old Syllabus	Proposed Syllabus
<p>Course Objective:</p> <ol style="list-style-type: none"> 1. To provide students with the understanding of fiscal system. 2. To familiarize students with functioning of the banking system 	<p>Objectives:</p> <ol style="list-style-type: none"> 1. To provide students with the understanding of fiscal system. 2. To familiarize students with functioning of the banking system <p>Learning Outcomes:</p> <ol style="list-style-type: none"> 1. Students will be aware of Public Finance concepts. 2. They will be enriched with Fundamental theory of Public finance, budget, Public expenditure, Public Revenue and Public Debt. 3. Students will have knowledge about functioning of banking system

Old Syllabus		Proposed Syllabus							
Unit	Topic and Details Old Syllabus	Module	Module Specific Objectives	Content	Weightage	Instruction Time	Credits	Evaluation	
								IE Weightage	EE Weightage
1	Meaning & Scope of Public Finance a. Definition and concept of public finance, Objectives of public finance - allocation, distribution and stabilization. b. Principle of Maximum Social Advantage: Dalton's view; Concepts of Public Goods and Merit Goods c. Budget – meaning, objectives, structure of Budget – Deficit Concepts	Module 1: Meaning & Scope of Public Finance	Understanding the concept of public finance, theory of public finance and structure of budget	a) Definition and concept of public finance, Objectives of public finance - allocation, distribution and stabilization. b) Principle of Maximum Social Advantage: Dalton's view; Concepts of Public Goods and Merit Goods c) Budget – meaning, objectives, structure of Budget – Deficit Concepts	15	10	1	7	8

2.	Public Revenue a. Tax and non-tax revenue b. Canons of Taxation c. Classification of taxes – Direct, Indirect, Proportional, Progressive, Regressive d. Shifting of Tax Burden – Impact and Incidence of Taxation – Factors influencing Incidence of Taxation - Elasticity of Demand and Supply e. Effects of taxation f. Tax reforms in India - GST	Module 2: Public Revenue	Understanding different sources of Public revenue and tax structure and tax reforms	a) Tax and non-tax revenue b) Canons of Taxation c) Classification of taxes – Direct, Indirect, Proportional, Progressive, Regressive d) Shifting of Tax Burden – Impact and Incidence of Taxation – Factors influencing Incidence of Taxation - Elasticity of Demand and Supply e) Effects of taxation f) Tax reforms in India - GST	30	18	1	15	15
3.	Public Expenditure and Public Debt a. Classification of the public expenditure b. Causes of increasing public expenditure c. Effects of public expenditure d. Classification of Public Debt	Module 3 Public Expenditure and Public Debt	Getting knowledge about public expenditure its classification, causes, effects and Public debt in detail	a) Classification of the Public expenditure b) Causes of increasing public expenditure c) Effects of public expenditure d) Classification of Public Debt e) Burden of internal and external Debt	30	17	1	15	15

	e. Burden of internal and external Debt f. Methods of Repayment of public Debt			f) Methods of Repayment of public Debt					
.4.	Banking a. Functions b. Credit Control – quantitative & qualitative methods and their limitations Commercial Banks a. Functions b. Process of multiple credit creation c. Principles of sound Banking – liquidity & profitability, non-performing assets, Recapitalization of Public Sector Banks	Module4 Banking System	Understanding central and commercial banking system and their functions	Central Bank a) Functions b) Credit Control – quantitative & qualitative methods and their limitations Commercial Banks a) Functions b) Process of multiple credit creation c) Principles of sound Banking – liquidity & profitability d) Non-performing assets, Recapitalization of Public Sector Banks	25	15	1	13	12

Evaluation Scheme:**A. Internal Exams: Total Marks: 25**

1. Internal Test
2. Assignments
3. Projects

B. External Exams: Total Marks: 75

The pattern of the written exam would be as follows:

1. attempt any 5 out of 7 questions
2. question no. 7 short note- any 2 out of 3

References:**A. Essential Reading:**

1. Mithani D.M.: (2017) Public Finance: Theory and Practice Himalaya Publishing House,
2. Sundaram KPM and Andley KK. (2018) Public Finance Theory & Practice, S. Chand & Co. Ltd.
3. Taylor Philip E: (2006) Economics of Public Finance, Ox-Ford and IBH Publishing Co.
4. M.C. Vaishya and H.S. Agrawal: Public Finance Awiley Stone Ltd.2018
5. S.K. Singh (2010) Public Finance in Theory and Practice. S. Chand & Co
6. Richard A. Musgrave and Teggy: (2010) Public Finance in Theory and Practice S. Chand & Co
9. Ahuja, H.L; (2016) Macro Economics, Theory and Policy, S. Chand and Co. Ltd.
10. Mithani, D.M.(2004) Money Banking & Public Finance, Himalaya Publishing House,
11. Desai, Vasant, (2004) The Indian Financial System, Himalaya Publishing House,

B. Additional Reading:

1. EPW
2. E-books from EBSCO
3. Yojana Journal
4. Kurukshetra Journal
5. RBI bulletin
6. Economic Survey
7. Economic Times Newspaper