

Course Code	Course Name	Credits
26EC009	MONEY AND FINANCIAL MARKET	04

Course Objectives

- To understand functions, evolution, significance of money and financial markets.
- To know the interest rates, monetary tools, central bank impact on economy.
- To analyze money supply, demand, equilibrium, and economic impacts of changes.
- To apply economic theories to analyze money, markets, and policy issues.
- To enhance communication skills through discussions, presentations, and financial writing.

Learning Outcomes

Upon successful completion of this course it is intended that a student will be able to :

- Students understand functions, evolution, and significance of money and markets.
- Understand financial institutions, roles, functions, regulations in banking and insurance.
- Develop analytical skills on interest rates, policy tools, and impacts.
- Develop critical thinking through evaluating economic theories, policies, financial evidence.
- Enhance communication skills through discussions, presentations, and financial assignments.

Unit 1 – Introduction to Money and Financial Market (12Hrs)

Meaning, functions and evolution of money, role of central banks, overview of financial markets, financial intermediaries, regulatory framework governing financial markets.

Unit 2 –Financial Instrument and Institutions (12Hrs)

Types, characteristics and valuation of financial instruments, primary and secondary markets, investment banks, overview, function, and importance of financial institutions.

Unit 3 – Interest Rates, Monetary Policy, Money Supply and Demand (12Hrs)

Meaning and factors influencing interest rates, theories of interest rate determination, central bank monetary policy tools, money supply process, factors influencing money demand.

Unit 4 – Financial Crises, Regulation, International Finance and Exchange Rates (12Hrs)

Causes and consequences of financial crises, role of regulation in maintaining financial stability, basics of international finance, factors influencing exchange rates, foreign exchange markets, currency crises, international trade and investment.

Unit 5 –Financial Innovation, Fintech, Money and Financial Markets (12Hrs)

Meaning, types, significance, impact and important of financial innovation, recent developments in money and financial markets, innovations in payment systems, green finance and sustainable investing.

Reference Books:

1. Bhole, L. M., & Mahakud, J. (2020). Financial institutions and markets: Structure, growth and innovations. McGraw Hill Education.
2. Khan, M. Y. (2019). Indian financial system. McGraw Hill Education.
3. Pathak, B. V. (2018). The Indian financial system: Markets, institutions and services. Pearson Education India.
4. Gordon, E., & Natarajan, K. (2017). Financial markets and services. Himalaya Publishing House.
5. Varshney, P. N., & Mittal, D. K. (2019). Indian financial system. Sultan Chand & Sons.

Websites and eLearning Sources:

1. https://www.researchgate.net/publication/394441654_Money_and_Financial_Markets
2. <https://unitimesofficial.wordpress.com/wp-content/uploads/2020/10/the-economics-of-money-banking-and-financial-markets-mishkin-f.-s.-2011.pdf>
3. <http://econmse.org/wp-content/uploads/Money-and-Financial-Markets.pdf>

COs and Bloom's Taxonomy Mapping – 26EC009

Course Outcomes	On successful completion of this course, students will be able to	BTL
CO1	Explain functions, evolution, and significance of money and financial markets.	K2
CO2	Analyze financial institutions, instruments, and market structures.	K4
CO3	Apply theories of interest rates, money supply, and monetary policy.	K3
CO4	Examine financial crises, regulation, and international finance.	K4
CO5	Evaluate financial innovations and policy implications.	K5

BTL (Bloom's Taxonomy Level) - K1 – Remembering, K2 – Understanding, K3- Applying, K4 – Analyse, K5- Evaluate and K6 - Create

Relationship Matrix – 26EC009

Course Outcomes	Programme Outcomes (POs)						Programme Specific Outcomes (PSOs)					Mean Score of Cos
	PO1	PO2	PO3	PO4	PO5	PO6	PSO1	PSO2	PSO3	PSO4	PSO5	
CO1	2	1	–	–	–	2	1	–	–	–	1.5	2
CO2	3	2	2	–	–	3	2	1	–	–	2.1	3
CO3	2	3	2	1	–	3	2	1	–	–	2.1	2
CO4	3	2	3	2	1	3	3	2	1	–	2.3	3
CO5	2	2	3	3	2	3	3	2	2	1	2.4	2
Total											2.08	

Mean Score: 3- High, 2- Medium/Moderate, 1-Low

