

B.COM. III
SEMESTER V
ECONOMICS PAPER V (COMPULSORY)
Public Finance & Banking
Computer Code 545505
4 Credits

Objectives

To provide students with the understanding of fiscal system

To familiarize students with functioning of the banking system

Unit	Topic	Weight %	Lectures
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	15	09
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	30	18
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 e. Burden of internal and external Debt f. Methods of Repayment of public Debt	30	18
4.	Banking 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, non-performing assets, Recapitalization of Public Sector Banks	25	15

Recommended Books-

1. Musgrave Richard A : The Theory of Public Finance, Mcgrano Hill Publication
2. Mithani D.M.: Public Finance: Theory and Practice Himalaya Publishing House, 2006.
3. Sundaram KPM and Andley KK. Public Finance Theory & Practice, S. Chand & Co. Ltd.
4. Taylor Philip E: Economics of Public Finance, Ox-Ford and IBH Publishing Co.
5. M.C. Vaishya and H.S. Agrawal: Public Finance Awiley Stone Ltd.
6. S.K. Singh 2001 Public Finance in Theory and Practice.
7. Richard A. Msgrave and Teggy: Public Finance in Theory and Practice S. Chand & Co.
8. Philip Taylor: Economics of Public Finance, Ox-Ford and IDH Publishing Co.
9. Ahuja, H.L; Macro Economics, Theory and Policy, S. Chand and Co. Ltd.
10. Sheth, M.L., Monetary Economics, Lakshmi Narain Agarwal,
11. Mithani, D.M., Money Banking & Public Finance, Himalaya Publishing House, 2004.
12. Desai, Vasant, The Indian Financial System, Himalaya Publishing House, 2004

Recommended