B.COM IN FINANCIAL ACCOUNTING & AUDITING
SEMESTER II
ACADEMIC YEAR: 2024-25

COURSE SYLLABUS
Semester II
2.1 Major (Core)

Course Title	**Principles and Practices of Banking**
Course Credits	**4 credits**
Course Outcomes	After going through the course, learners will be able to
	• Acquaint students with the fundamental, legal, and regulatory framework of banks.
	• Equip the students with practical insight into banking practices.
Module 1 (Credit 1)	
Learning Outcomes	After learning the module, learners will be able to
	• Familiarize students with Negotiable Instruments
Content Outline	**1.1 NEGOTIABLE INSTRUMENTS** • Introduction to Negotiable Instruments, Types, Features • Cheque – Types of cheque- Crossing of Cheque- format of a cheque (MICR, IFSC) - cheque clearance procedure. • Promissory Note - Features and parties to promissory note, • Bills of Exchange – Characteristics - Parties to Bill of Exchange. • Endorsement of Negotiable Instrument - Essentials of valid endorsement- Types of Endorsement
Module 2 (Credit 1)	
Learning Outcomes	After learning the module, learners will be able to
	• Acquaint students with lending policies, credit creation and Priority sector lending practices adopted by Banks.
Content Outline	**LENDING AND CREDIT CREATION BY THE BANK** 2.1 Lending by Banks- Lending Principles – Credit worthiness of Borrowers –Types of credit facilities- CIBIL score 2.2 Credit Creation by the Bank - Basis of Credit creation- Limitations of credit creation –Principles of Credit Assessment 2.3 Priority Sector Lending- Role and importance of priority sector lending- Structure of priority sector lending-Role of priority sector lending in promotion of weaker sections including agriculture and allied activities, MSME, small scale industries.

Module 3 (Credit 1)	
Learning Outcomes	After learning the module, learners will be able to • Make students understand the modes of Charging securities and forms of Loans and Advances
Content Outline	**MODES OF CHARGING SECURITIES AND FORMS OF LOANS AND ADVANCES** **3.1 Modes of Charging Securities**: Pledge- rights and duties of Pledgee. Mortgage- Types/classification of Mortgage-rights and duties of Mortgagor. **3.2 Forms of loans and Advances -** Forms of Advances-Advances against Guarantee- Advances against Bill.-Advances against collateral securities

Module 4 (Credit 1)	
Learning Outcomes	After learning the module, learners will be able to • Enable students to comprehend banker and Customer Relationship
Content Outline	4.1 Banker and Customer Relationship 4.2 Banker and Customer, 4.3 Individual account holders- Single or joint, Illiterate, Minor, Married woman, Non-resident accounts 4.4 Institutional account holders- Sole proprietorship, Partnership firm, Joint stock company, Hindu undivided family, Clubs, Associations and Societies and Trusts. 4.5 Bankers Lien

Assignments/Activities towards Comprehensive Continuous Evaluation (CCE)-

Internal Assessment: 50 Marks

Sr. No	Assignments/Activities
1	Written Test/ Assignment / Project Report/ Quiz/Debate
2	Group Discussion / Case Study
3	PPT Presentations/Seminars/Workshop/ Any other innovative methods
	Total – 50 Marks

External Assessment: 50 marks

REFERENCES:

- Bedi, H.L. and Hardikar, V.K. (2016) 'Practical Banking Advances', UBS Publishers, New Delhi.
- S.Natrajan and Dr.R.Parmeshwaran (2013), 'Indian Banking', S. Chand Publications, New Delhi
- O.P.Agarwal and K.M.Bhattacharya (2018), 'Basics of Banking and Finance' (3rd Edition), Himalaya Publishing House, Mumbai.
- N.S.Toor and Arundeep Toor (2017) ' Legal and Regulatory aspects of Banking' (12th Edition), Skylark publications New Delhi
- Sundaram, KPN., and Varshney, P.N (2017) 'Banking Theory Law and Practice', Sultan Chand & Sons, New Delhi,
- Sukhavinder Mishra (2014) Banking Law and Practice, S.Chand & Co. Ltd, New Delhi.
- Gordon E and Natarajan K (2019) Banking Theory, Law and Practice, Himalaya Publications
- K.P. Kandasami, S. Natarajan, R. Parameshwaran (2015), 'Banking Law & Practice', S.Chand & Co. Ltd, New Delhi
- D.D. Mukherjee (2014). Credit Appraisal, Risk Analysis & Decision Making. Snow White Publications Pvt. Ltd.
- D.D. Mukherjee (2015). Credit Monitoring, Legal Aspects and recovery of Bank Loan. Snow White Publications Pvt. Ltd.