

## M. Com. Part I (Semester II)

### Group G (Advanced Banking & Finance) - Special Paper IV

#### Subject -: Monetary Policy Course code: 116-II

#### Objectives:

1. To create awareness regarding the objectives and importance of monetary policy.
2. To make the students aware about the latest developments in the field of monetary policy committee in India.
3. To enable the students to understand the role of RBI in financial inclusion.
4. To acquaint students with the recent policy changes announced by RBI.

Unit No.	Topic
01	<b>Monetary Policy and Macro-economic environment management:</b> Objectives of monetary policy: Price stability, Generation of employment, Exchange Rate Stability, Balanced growth etc., conflict between objectives: Growth v/s Inflation.
02	<b>RBI's Monetary Policy Committee and the Instruments:</b> A. Formation of Monetary Policy Committee: Purpose, Functions, Constitution and Decision Making; B. Fiscal Policy v/s Monetary Policy C. Instruments of monetary policy -: Mechanism and Effectiveness of the instruments like- Bank Rate, Cash Reserve Ratio, Statutory Liquidity Ratio, Repo Rate, Reverse Repo Rate, Marginal Standing Facilities Rate
03	<b>RBI's Monetary Policy:</b> A. A review of monetary policy of the Reserve Bank of India in the last five Years – B. .Recent policy changes announced by the R.B.I.
04	<b>Reserve Bank of India and Financial Inclusion</b> A. Meaning of financial literacy and importance of financial literacy B. Meaning of financial inclusion and importance of financial inclusion C. Role of RBI in Financial Inclusion

	<p><b>D.</b> R.B.I. and Rural credit: Priority Sector Advances, Role of NABARD</p> <p><b>E.</b> Microfinance: Meaning of microfinance, functions of microfinance, progress of microfinance.</p>

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