

This Text Book is useful for Savitribai Phule Pune University and other Universities as well as Competitive Exams.

Banking and Finance

(B - 306 FM)

S.Y.B.B.A. (Sem. - III)

Prof. Mehnaz Kaushar

(B.B.A., M.B.A., C.C.A.A., UGC-NET)

Tikaram Jagannath college of arts, commerce and science, Khadki, Pune

Mr. Mudassar Shaikh

(M.Com., M.Phil., B.Ed., NET, SET, GDC&A)

Poona College of Arts, Science and Commerce, Camp, Pune.

2020

Price : 115/-



SUCCESS PUBLICATIONS

Published by
Dr. Rajesh M. Patne
Success Publications

Radha Krishna Apartment, 535, Shaniwar Peth,
Appa Balwant Chowk, Opp. Prabhat Talkies, Pune - 411 030.
Ph. 24434662. Mobile: 9325315464.



Copyrights

With the Publisher



Printed at

Success Publications

S.No. 30/27, Laxmi Industrial Estate,
Near Prabhat News Paper, Dhayari, Pune-41.



Edition

2020



Edited By

Mr. Valmik Gaikwad



Typesetting, Layout

Miss. Pradnya Kale



Cover Designing

Miss. Varsha Lokhande



ISBN NO : 978-93-87020-64-1

No part of this book may be reproduced or copied in any form or by any means [graphic, electronic or mechanical, including photocopying, recording, taping, or information retrieval systems] or reproduced on any disc, tape, perforated media or other information storage device, etc., without the written permission of the publishers.

Every effort has been made to avoid errors or omissions in this book. In spite of these errors may creep in. Any mistake, error or discrepancy noted may be brought to our Notice which shall be taken care of in the next edition. It is notified that publisher shall not be responsible for any damage or loss of action to anyone of any kind in any manner, therefrom. It is suggested to all the readers; always refer original references wherever necessary.

Preface

It is a matter of great pleasure for us to present this book to our esteemed readers. This book has been designed as standard text on 'Banking and Finance' (B - 306 FM) for S.Y.B.B.A.(Sem. - III).

This book comprehensively covers the entire syllabus of S.Y.B.B.A. (Banking and Finance (B- 306FM)) Course of Savitribai Phule Pune University effective from 2020 onwards. It has been written to meet the requirements of students of S.Y.B.B. A. Some of the special features of the book are as follows:

- 1. Full coverage of the revised syllabus of S.Y.B.B.A. (Banking and Finance).*
- 2. Chapter outline at the beginning of each chapter to give a bird's eye view of the topics covered in the chapter.*
- 3. Point wise explanation of each topic in the chapter.*
- 4. Topics are logically arranged in numbered paragraphs exactly according to the modified syllabus.*
- 5. Proposed questions at the end of each chapter.*
- 6. Extensive use of diagrams, tables and various forms to give visual view of key concepts and techniques.*
- 7. Conversational, lucid and simple language.*

Every effort has been made to provide the readers with most up-to-date and authentic material on the subject.

We are very grateful to our publisher Mrs. and Mr. Rajesh Patne who have rendered all possible assistance in bringing out this book. We wish to acknowledge our deep gratitude to staff that has assisted and helped us in preparing this book. We will consider our efforts amply rewarded in case the book proves useful to the students and teachers of the subject.

Suggestions of readers are welcome and shall be acknowledged with gratitude.

With best wishes.

By Authors

Syllabus

S.Y.B.B.A. (Sem. - III)

Banking and Finance (B - 306 FM)

Unit No.	Topic
1	Introduction Introduction- Origin, meaning and definition of bank, evolution of banking in India, structure of banking system in India
2	Functions of Banks Functions of Banks- 1. Primary functions- Accepting deposits and granting loans 2. Secondary functions- Public utility services and agency services
3	Regulatory Authorities in India Reserve Bank of India (RBI) – Role and functions of RBI, Credit control measures, Qualitative and quantitative credit control Insurance Development Authority (IRDA)- Objectives, Powers and functions of IRDA SEBI- Objectives, power and functions of SEBI
4	Technology in banking Need and importance of technology in banking. ATM, Debit card, Credit card, Tele banking, Net banking, mobile banking, RTGS, NEFT, Swift (Society for worldwide interbank financial telecommunication) cyber security in E-banking

INDEX

S.Y.B.B.A. (Sem. - III)

Banking and Finance (B - 306 FM)

Unit	Topic	Page No.
1	Introduction to Banking in India	1.1 to 1.16
	1.1 Bank 1.2 Evolution of Banking in India 1.3 Structure of Banking System in India	
2	Functions of Banks	2.1 to 2.18
	2.1 Primary Functions 2.2 Secondary Functions	
3	Regulatory Authorities in India	3.1 to 3.21
	3.1 Reserve Bank of India(RBI) 3.2 Insurance Regulatory and Development Authority(IRDA) 3.3 Securities and Exchange Board of India(SEBI)	
4	Technology in Banking	4.1 to 4.29
	4.1 Need and Importance of Technology in Banking 4.2 Automated Teller Machine (ATM) 4.3 Debit Card 4.4 Credit Card 4.5 Tele Banking 4.6 Net Banking 4.7 Mobile Banking 4.8 Real Time Gross Settlement System (RTGS) 4.9 National Electronic Funds Transfer (NEFT) 4.10 Society for Worldwide Interbank Financial Telecommunication (SWIFT) 4.11 Cyber Security in E-Banking	