

**INTRODUCTION TO MONEY & BANKING**  
**COURSE NO: 322**

**1. MONEY**

Introduction: Evolution of Money, forms, Functions, Importance and Role of Money.

Value of Money: Quantity Theory of money, Cash Balance Theory of Money, Measurement of Value of Money. Devaluation of Money.

Trade Cycle: Phases, Causes, Remedies, Theory of Trade cycles.

Inflation: Kinds, Causes, Remedies, Deflation, Reflation, Disinflation, Stagflation.

International Monetary System: IMF, IBRD. Asian Development Bank Islamic Development Bank.

**2. BANKING**

Introduction: Definition, Evolution < Kinds of Banks.

3. Commercial Bank: Principles; Function, Importance, Role of Banks.

Bank Accounts: Current PLS. Term Deposit, Foreign Currency Accounts.

Bank Advances: Running Finance; Cash Finance, Demand Finance, Term Finance, Discounting of Bills, Purchase of Bills, Principles of Advances, Securities, Modes of Lending.

4. Letter of Credits: Kinds, Operation, Advantages.

5. Central Banks: Principles, Functions, Role, Monetary Policies, Methods of Note Issues, State Bank of Pakistan, Functions and Role.

6. Banking in Pakistan: Brief History Nationalization, Privatization ADBP, IDBP, Small Business Finance Corporation.

7. Islamic Banking: Principles, Functions, Islamic Modes of Finance.

**Books Recommended**

Muhammad Irshad,	Money & Banking, Naveed Publication, Lahore.
M. Saeed Nasir,	Money & Banking, Kitab Markaz, Faisalabad.
Israr H.Siddiqui,	Practice and Law of Banking in Pakistan Royal Book Co, Karachi.
S.A. Menal,	Banking and Finance in Pakistan Oxford, University Press, Karachi.
Crowther,	An Outline of Money, Thomas Nelson & Sons Ltd. London.