

**COURSE TITLE:               COMMERCIAL & CENTRAL BANKING**

**COURSE CODE:             MBAFA 7307**

**HOURS TAUGHT:           3 HRS PER WEEK**

**PREREQUISITES:          NONE**

### **PURPOSE OF COURSE**

To have the students appreciate the importance of banking by commercial bank and the link between central bank and commercial banks.

### **EXPECTED LEARNING OUTCOMES**

By the end of the course unit, students should be able to:

- Explain the need to make use of banking facilities and how the use of commercial banks
- Discuss the financial institutions can enhance the economic development of an economy through coordination of central bank of a country.

### **COURSE CONTENT**

#### **Introduction**

- Meaning and importance of commercial banks
- Definition and purpose of central banks in a country

#### **Banking concept**

- History of Banking
- Types of banks.
- Roles of banks in the economic development

#### **Functions of commercial banks**

- Deposit schemes
- Endowment funds
- Payment procedures
- Dis – honoring of cheques
- Current and savings accounts

**Bills of exchange**

- Discounting of bill of exchange
- Advantages against different securities
- Mode of creating charges
- Pledges and mortgage guarantees

**Types of banks**

- Commercial banks
- Unit banking
- Branch Banking
- Money lenders and indigenous banks
- Rural banking
- Cooperative banks

**MODE OF DELIVERY**

- Lectures
- Reading assignments
- Practical assignments
- Field trips
- Documentaries

**INSTRUCTIONAL MATERIALS AND / OR EQUIPMENT**

- Whiteboard and Markers
- Flip Charts
- LCD Projectors
- CDs, DVDs and Tapes

**COURSE ASSESSMENT**

- Continuous assessments tests 20%
- Group and individual project (course work) 20%
- End of Semester Examination 60%

## **READING MATERIALS / LIST**

Shekler and Shekler. Theory and Practice of banking

SetirRose .McGraw- Hill money and Capital markets.

Batiboi money and Banking.

Central bank journal Annual Publication.

