

# **Monetary and Financial System (MAFS)**

**Full Marks: 100**

## **Module-A: Money and Monetary System**

- Concept and Functions of Money; Kinds of money; Demand for Money; Measures of money supply: narrow money and broad money; Constituents of Monetary System: Central Bank and Commercial Banks. Creation of Money by Commercial Banks.

## **Module-B: Payment System**

- Concept, Different payment options, Pros and Cons of different payment types (Cash, Cheques, Debit Card, Credit Card, Mobile payments, On-line payments, Electronic fund transfers). Evolution and Growth of Bangladesh Payment System.

## **Module-C: Financial System**

- Concern of Finance, Modes of Finance (Direct and Indirect); Concept of Financial System, Relationship among Financial, Monetary and Payment Systems; Constituents of Financial System: Financial Institutions, Financial Instruments and Financial Markets. Financial Infrastructure and Superstructure. Financial System of Bangladesh.

## **Module-D: Financial Institutions**

- Types of Financial Institutions: Banking Financial Institutions (BFIs) and Non-bank Financial Institutions (NBFIs); Functions and Growth of BFIs and NBFIs in Bangladesh.

## **Module-E: Financial Markets**

- Functions of Financial Markets; Classifications: Money Market and Capital Market; Banking, Security and Insurance Market; Primary Market and Secondary Market including OTC market; Micro-finance and micro-credit market; International Financial Market.

## **Module-F: Islamic Financial System**

- Islamic Economics, Finance and Banking; Principles of Islamic Financial System (Prohibition of Interest, Risk Sharing, etc.); Relation between Religion and Finance in Islam; Source of Shariah Law; Islamic Financial Instruments.

## **Module-G: Regulatory Framework for Financial, Monetary and Payment System:**

Role of BB, BSEC, IDRA and MRA.

## **References:**

1. Beecham B. Julian The Monetary and Financial System, Pearson Higher Education
2. Chapra, Umer M. The future of Economics: An Islamic Perspective
3. Haron, Sudia and Bala, Sunmugam, Islamic Banking System: Concepts and Applications
4. Gupta, Suraj B. Monetary Economics: Institutions, Theory and Policy. S. Chand and Company. New Delhi.
5. Madura, Jeff. Financial Markets and Institutions. Thomson, South Western, Ohio. USA.
6. Mishkin, Frederic, S. The Economics of Money, Banking and Financial Markets. Harper Collins, New York.
7. Rose, Peter S. and Marquis, Milton H. Money and Capital Markets. McGraw Hill, New York.
8. Peter Bond, The Monetary and Financial System.
9. Ulrich Bindseil, Monetary Policy Operations and the Financial System
10. Gerald K. Helleiner, The International Monetary and Financial System