

**COURSE CODE: IFA1204**

**COURSE NAME: FINANCE AND BANKING**

**Course Description**

The basic determinants of national income, consumption, investment, employment and prices. Emphasis placed upon the role of government in the attainment of national goals. Money systems and standards: factors determining money supply with consideration of commercial and central banks; relationships between money, prices, production and employment. Management of Bank funds. Financing small enterprises and projects.

Total:

*Prerequisites: None* **Course Objective:**

This course will enable the trainees to:

- become knowledgeable about the evolution of money and role of money in an economy,
- Acquire knowledge about the role of banks and other financial institutions and how to access their services for business growth,
- Develop own business plans as a tool to accomplishing financing objectives as well as other business strategies for business growth,
- Think about personal savings as the primary source of funds for starting a business.
- Be well-informed on how to finance a business and the best source of money to start or expand or diversify a business ,
- Interact with bank official and get exposed to the different packages offered by the different banks for business growth

### **Course Outline**

#### **Week 1-3: Money**

- Definition of money,
- Evolution of money,
- Definition of Barter trade,
- Advantages and disadvantages of barter trade,
- Forms of money,
- Functions of money in the economy,
- Qualities of good money,

#### **Week 4: Continuous assessment Week 5-7: Banking**

- Definition of the term banking ,
- Evolution of banking,
- Types of banks,
- Functions of a central bank,
- Functions and services of a Development bank,
- Functions and services of commercial banks,
- Micro financing institutions and their roles,

#### **Week 8: Test**

### **Week 9-11: Continuation of Banking**

- How to Open up a bank account,
- Types of bank Accounts,
- Selecting a suitable bank account- Advantages and disadvantages of each type of bank account,
- Definition, types and uses of cheques,
- Advantages and disadvantages of using a cheque,
- Problems facing the banking industry,

### **Week 12: Test**

### **Week 13-14: Business Finance**

- Definition of the term financing,
- Types of business finance,
- Sources of business finance,
- How to access a business loan,
- Resource persons from the banking institutions,
- Building a business plan as a tool for purposes of accessing business finance,
- Sources of advice

### **Week 15: Continuous assessment Learning Outcomes**

This course corresponds well with the Business Administration training in preparing individuals to start-up their own businesses as an alternative to seeking salaried employment.

It exposes the trainees to the importance /role of finance/ money in the day to day management of business as a means of creating wealth.

The biggest single issue affecting the establishment and growth of a small business is how to access capital to fund the set up and development of the business. Every business needs at some point to secure an injection of outside capital either to fund its set up costs or to finance the expansion of the business. Money makes a business grow.

### **Method of teaching/delivery**

Lecture method, presentations, guest lecturers, group discussions

### **Assessment Method**

Course work 40%

Continuous assessment 20%

Tests 20%

End of semester Examination 60%

**Reading/reference material**

1. Money ,Banking,International Trade,& Public Finance- 7<sup>th</sup> Edition By M.L Jhingan 2007 -  
Isbn81-87-125-7-7,
2. International Business -By Rakesh Mohan Joshi - Isbn-13-78-0-19-568909-9