Finance (Basic)

Ludek Benada Department of Finance Office 533 75970@mail.muni.cz

Bank

Bank is...

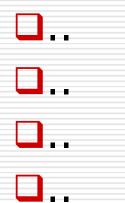
A few history...

How the bank works

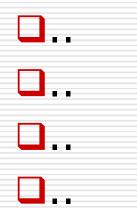
Balance sheet

Bank Assets = Bank Liabilities + Bank Capital

Sources of Funds (Liabilities)



Uses of Funds (Assets)



Off-balance-sheet

Banks increase the amount of money in the economy

Two ways:

□CB.. □CB..

How creates the Commercial Bank money?

Fractional Reserves Banking

Multiplying money

Bank run, Bank panic





Types of Banks









A Central Bank...

Functions of CBs



Commercial Banks

How CBs make money?

Functions of Commercial Banks

Primary Functions

Secondary Functions

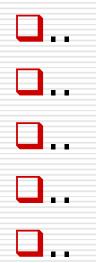
The Primary Functions of CB

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The Secondary Functions of CB

Types of CBs



Universal versus Separated Banking

 Universal Banking
Separated Banking (Glass Stiagall Act – 1933)

Other Categories of Banks

Bank Channels



Clearing and Clearing Bank

□Clearing is..

Clearing Bank is..

Bank Risks

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BASEL II is...

The aim is..

Three Pillars of BASEL II

Thank you for your attention