SEMESTER-VI

FINANCIAL MARKETS

Programme: B.Com(Computer Applications) **Max Hours-75**
Course Code: U20/CIB/DSE/605A **Max Marks: 100**
Course Type: DSE-V **Hours Per Week: 5**
No of Credits: 4

Course Objectives:

1. The course aims to introduce concepts of Financial Markets in India.
2. The course enables students to identify the participants of a financial market and list the characteristics of efficient markets.
3. The course structure helps students identify business opportunities in the Indian Financial Markets

Course Outcomes:

CO 1 : To recognize the different components, primary and support activities in a Financial System

CO 2 : To list the various markets available for money and near money assets in India and recognize the regulations in the respective markets

CO 3 : To recognize the various avenues available to the corporates in India to raise money in a financial Market in general and in India in specific**.**

CO 4: To identify the process of trading in Indian Stock markets. The features of the Stock market to compare the best practices across the markets.

CO 5: To recognize the regulatory architecture of Indian Capital markets**.**

MODULE - I AN OVERVIEW OF FINANCIAL SYSTEM **(15 Hrs)**

Introduction, Role or Functions of Financial system, Constituents of Indian Financial System – Financial markets-development and growth of financial and capital markets in India; financial reforms and present scenario, regulatory framework concerning financial markets in India- Depository system- Definition and Objectives - Need - Advantages and Disadvantages.

MODULE-II MONEY MARKETS **(15 Hrs)**

Introduction, meaning, concept, and definition of Money Market Structure of money Market, Call Money market, Collateral Loan market, Acceptance Market, Bill Market, The Institution of Money market, Characteristics of a Developed Money market, Significance / Functions of Money market, Money market instruments-Commercial bills, Treasury Bills, Commercial Paper, Certificate of Deposit- Repos – ADR's and GDR's. Role of RBI in money market - Indian Money market players, features, defects, reforms and recent developments in Indian Money markets.

MODULE III:PRIMARY MARKET **(15 Hrs)**

Indian Capital Market –Introduction, Meaning, Objectives and Importance, Functions of capital market, Structure of Capital Market – Indian Primary Market - Intermediaries in Primary markets –Instruments of Primary Market- Role of the new issue market – Employees Stock options – Buy Back of Securities – Insider Trading – Book Building Process - Recent development in Primary Markets

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MODULE IV:SECONDARY MARKETS AND REGULATIONS **(15 Hrs)**

Introduction, Definition, Characteristics of Stock exchanges, Functions of Stock exchange, - Intermediaries –Developments of Secondary Markets – Stock exchange operations – Nature of Transactions in stock market – Insider Trading and SEBI Regulations – Listing and Trading of Securities – Settlement Procedure and Rolling Settlement – NSE and BSE – Construction of index – Derivatives Trading

MODULE V: SEBI **(15 Hrs)**

Introduction, SEBI Act, 1992, Purpose of the Act, the management of the Board, Powers and Functions of SEBI – Organisation - SEBI Guidelines – Primary market – Secondary market – Regulatory Role of SEBI in protecting Investors' interests

Suggested Readings

1. BharatiV.Pathak Indian Financial System

2. Gordon and Natarajan Financial Markets and Services

3. Shashi K.Gupta, Nisha Aggarwal &Neeti Gupta Financial Institutions and Markets

4. - Vasant Desai , The Indian Financial System and Development

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MODEL QUESTION PAPER

Course Code: U20/CIB/DSE/605A **Max Marks: 60**
Credits : 4 **Time : 2Hrs**

I. Answer any FIVE from the following EIGHT Questions. 5q × 2m= 10 Marks

1.
2.
3.
4.
5.
6.
7.
8.

II. Answer the following 5 q x 10 m = 50 marks

1.

OR

2.

3.

OR

4.

5.

OR

6.

7.

OR

8.

9.

OR

10.