

Financial Markets, Institutions and Financial Services

Duration: 3 hrs.

Marks: 80

Lectures: 65

Unit 1: Introduction Lectures)

(8

Financial System and its Components – financial markets and institutions; Financial intermediation; Flow of funds matrix; Financial system and economic development; An overview of Indian financial system

Unit 2: Financial Markets

(17 Lectures)

Money market – functions, organisation and instruments. Role of central bank in money market; Indian money market – An overview.

Debt and Fixed Income Securities Market including bond market.

Forex Market: An overview.

Capital Markets – functions, organisation and instruments. Indian equity market – primary and secondary markets; Public Offerings; Private Placement; Role of stock exchanges in India.

Commodities Market: An overview.

Unit 3: Financial Institutions Lectures)

(10

Commercial banking – introduction, its role in project finance and working capital finance; Development Financial institutions (DFIs) – An overview and role in Indian economy; Life and non-life insurance companies in India; Mutual Funds – Introduction and their role in capital market development. Non-banking financial companies (NBFCs); Micro-finance organisations; Regional Rural Banks.

Unit 4: Financial Services

(20 Lectures)

Overview of financial services industry: Merchant banking – pre and post issue management, underwriting; Brokers and Sub-brokers; Fund-based and fee-based services; Venture capital finance; Factoring services, Investment Banking; Credit rating; Financial counselling; Syndicate loans; Lease Financing; Restructuring and Corporate Advisory Services by Investment Banking.

Unit 5: Derivative Markets (6 Lectures)

Concept and Functions of Derivative Markets; Participants of Derivative Markets; Different types of financial derivative instruments in India – Forwards, Futures, Options, Swaps and Swaptions.

Unit 6: Investors Protection (10 Lectures)

Importance of Investors' Protection; Investors Grievances Regarding Stock Market Dealings; Structure of SEBI; Company Law Board; Role of Court in Investors' Protection; Role of Media in the Protection of Investors.

Unit 7: Problems and Case Studies (4 Lectures)

Relevant Problems and Case Studies based on the above chapters

Suggested Readings:

1. L M Bhole, and JitendraMahakud. Financial Institution and Markets, McGraw-Hill Education
2. Khan, M.Y. Indian Financial System, McGraw-Hill Education
3. MY Khan and PK Jain. Financial Services. McGraw Hill Education
4. S.S. Saha. Financial Market Operations. McGraw Hill Education
5. A. Basu, D. Mazumdar, S. Dutta. Indian Financial System. ABS Publishing House