

**ELECTIVE COURSE IV – FINANCIAL MARKETS & SERVICES**

**Credit Allotted: 4**

**Max. Marks: 75**

**Objectives :** To make the students understand the concept of Financial Markets and Services.

**Unit I**

Indian Financial system – overview of Financial markets in India – Capital markets – Money market – Government Securities Market – Foreign Exchange Market Derivative market – Financial sector Reforms.

**Unit II**

Structure and Institutions in Capital Market and Money Market – new Issues Market – New Instruments – Role of New Issues in Industrial financing – Floating of new Issues – Options and Futures

**Unit III**

Securities Market in India – Origin and emergence – Types of securities – Investments environment – Sources of investment information – Stock Exchange in India – Trading in stock exchange – Listing of securities.

**Unit IV**

Security Market Regulations : Securities Contract and Regulation Act, 1956- Regulation and control of stock Exchanges, OTCE, NSE – Market Intermediaries : Stock Brokers – Underwriters. SEBI Act: Guidelines relating to capital issues, pricing, insider trading and investor protection.

**Unit V**

Overview of Financial Services – Merchant Banking – Functions, Regulation – Leasing and Hire purchasing, Factoring, Venture capital, Mutual Funds, Credit Rating Agencies, Depositories.

**Reference:**

1. SEBI Guidelines, Nabhi Publications, New Delhi
2. Khan, M.Y. Financial Services, Tata McGraw Hill, 1998.
3. Gordon and Natarajan, Financial Markets and Services, Himalaya Publishing House, 2001.
4. Sontomero and babble, Financial Makrets, Instruments and Institutions, McGraw Hill, 1998.
5. Vasant Desai, The Indian Financial System, Himalaya Publishing House.
6. Varsheney, P.N., Indian Financial System, Sultan Chand & Sons, 2000.