

Subject Code : 8ECBB1:1

STOCK EXCHANGE PRACTICES

OBJECTIVE: To help the students understand the types of stock exchanges, methods of trading in stock exchanges and kinds of intermediaries in the capital market.

UNIT I

Need and Importance of Capital Market – Primary and Secondary Market- Different types of Securities dealt in the Capital Market.

UNIT II

Secondary Market – Origin and Growth – Types of Securities traded – Role and Functions of stock Exchange – Organization and Management – OTCEI – NSE –Reading of Stock Indices - weaknesses of stock Exchange

UNIT III

Listing of Securities – Group A, Group B, Group C Shares – Advantages of Listing – Drawbacks – Listing Procedure – Criteria for Listing – Listing Obligations.

UNIT IV

Registration of Stock Brokers – Registration Procedure – Code of Conduct for Stock Brokers – Kinds of Brokers and their Assistants – Methods of Trading in a Stock Exchange – Carry over or Badla Transactions – Genuine Trading – Kinds of Speculators – Speculative Transactions.

UNIT V

Credit Rating – CRISIL – CARE – ICRA Agencies Dematerialization – Depositories

TEXT RECOMMENDED:

Security Analysis & Portfolio Management– PUNIDHAVADHI PANDIYAN

BOOKS FOR REFERENCE:

Investment Management & Portfolio Management–V.K.BHALLA, S.Chand &Co.

Security Analysis – PREETI SINGH, Himalaya Publishing House.

Investment and Securities Markets in India – V.A.AVADHANI.

Financial Markets and Institutions – E. GORDON & K. NATARAJAN, Himalaya Publishing House

Indian Financial System – P.N.VARSHNEY.