

PROGRAM	Master of Business Administration
SEMESTER	3
COURSE TITLE	Financial Markets and Institutions
COURSE CODE	04MB0306
COURSE CREDITS	3
COURSE DURATION	42 Hrs (42 Sessions of 60 minutes each)

COURSE OUTCOMES:

- ❖ Appreciate the need for and importance of Financial Markets and Institutions in India.
- ❖ Understand procedures of raising capital from the primary market and various legal aspects of Public Issue Management.
- ❖ Know Trading Mechanism and Settlement system of Secondary market.
- ❖ Apprehend various Financial and Non – Financial Institutions and regulatory aspects of such Institutions in Indian Financial System.
- ❖ Understanding the importance of various Non-Banking Financial institutions.

COURSE CONTENTS:

Unit No	Unit / Sub Unit	Sessions
I	Introduction to Financial Markets and Institutions: Indian Financial System, Components of IFS, Introduction to Financial Markets, Classification of Financial Markets, LPG and its Impact on Financial Markets, Challenges in Financial Markets. Introduction to Financial Institutions: Role of RBI as a regulator of Banking and Non-banking Financial Institutions, Structure of Financial Institutions in India.	8
II	Money Market: Meaning, Functions of Money Market, Participants and Instruments, Mechanism of Money Market, Role of RBI in Money Market, A Glance on Debt and Foreign Exchange Market.	8
III	Capital Market: Primary Market: Meaning, Functions, Different Participants, Public Issue, IPO, FPO, Rights Issue, Private Placement, Offer for sale, IPO Mechanism, Pricing of IPO - Fixed pricing, Book Building and Auctions. Secondary Market: Stock Exchange, Functions, Listing Norms, Stock Indices and its Computational Mechanism (Sensex, NIFTY), Trading settlement systems, key Role of SEBI.	10
IV	Banking Institutions: Evolution of Banking in India, Functions, Classifications of Banks (PSBs, Private Sector Banks, Foreign Banks, New Generation Banks, Small Banks, Payment Banks, Urban and State Cooperative Banks) Recent Developments, Problems and Challenges of Banking Industry.	8
V	Non – Banking Financial Institutions: History, Objectives, Administrative and Regulatory Framework of NBFIs, Role of NBFIs in Economic Development, Objectives, functions, Different Schemes, and Recent Developments in (1) SIDBI, (2) NHB, (3) EXIM Bank, and (4) NABARD.NBFCs and their Scope, Functions and Classifications, PDs and their Scope, Functions and Classifications.	8

EVALUATION:

The students will be evaluated on a continuous basis and broadly follow the scheme given below:

	Component	Weightage
A	Continuous Evaluation Component (Assignments / Presentations/ Quizzes / Class Participation/ etc.)	20% (C.E.C.)
B	Internal Assessment	30% (I.A.)
C	End-Semester Examination	50% (External Assessment)

SUGGESTED READINGS:
Text Books:

Sr. No	Author/s	Name of the Book	Publisher	Edition & Year
T-01	Bharti Pathak	Indian Financial System	Pearson	5th Edition, 2018
T-02	Vasant Desai	The Indian financial system and Development	Himalaya Publishing House	5th edition, 2013
T-03	Federic s. Miskin and Stanley G. Eakins	Financial Markets and Institutions	Pearson Publishing House	6th Edition, 2017

Reference Books:

Sr. No	Author/s	Name of the Book	Publisher	Edition & Year
R-01	Anthony Saunders	Financial Markets and Institutions	McGraw Hill Publication	3rd Edition, 2017
R-02	Modigliani and Jones	Foundation of Financial Markets and Institutions	Pearson Education	4th Edition, 2009
R-03	Jeff Madura	Financial Markets and Institutions	Cengage Learning	10th Edition, 2014