

<b>INSTITUTE</b>	<b>FACULTY OF MANAGEMENT STUDIES</b>
<b>PROGRAM</b>	<b>BACHELOR OF BUSINESS ADMINISTRATION (HONS.)</b>
<b>SEMESTER</b>	<b>3</b>
<b>COURSE TITLE</b>	<b>INDIAN FINANCIAL SYSTEM</b>
<b>COURSE CODE</b>	<b>04BB0308</b>
<b>COURSE CREDITS</b>	<b>4</b>

**Course Outcomes:** After completion of this course, student will be able to:

- 1 To understand the fundamentals of Indian financial system.
- 2 To examine impact factors of Money Market and Capital Market and financial instruments.
- 3 To appreciate the Need and Working of Financial Intermediaries.
- 4 To recognize the importance and various functions of Market Regulation
- 5 To Analyze and choose the financial service as per requirements

**Pre-requisite of course:**NONE

#### Teaching and Examination Scheme

<b>Theory Hours</b>	<b>Tutorial Hours</b>	<b>Practical Hours</b>	<b>ESE</b>	<b>IA</b>	<b>CSE</b>	<b>Viva</b>	<b>Term Work</b>
4	0	0	50	30	20	0	0

<b>Contents : Unit</b>	<b>Topics</b>	<b>Contact Hours</b>
1	<b>Introduction to Indian Financial System</b> Structure of Financial System, Instruments of Financial System, organised and unorganised Financial System, Components: Financial Assets, Financial Intermediaries, Financial Markets (money and capital markets in India) Relevance of various interest/return rates, Regulatory framework	10
2	<b>Role of Financial Institutions in Indian Financial System</b> Financial Institutions and its meaning, Functions and Role of Financial Institutions; Money market institutions: Meaning, Role of the Central Bank(RBI) in money markets, Commercial banks: Meaning and Functions; Indigenous Financial Agencies: Bankers, Money lenders, Discount houses, Accepting houses (only meaning and features), Capital Market institutions: (Meaning and functions) Merchant Banks, Investment Companies, Development banks, Mutual Funds; Special Financial Institutions: Factors for their growth (need), Objectives and functions of: (1) IDBI (2) IFCI (3) SFCs (4) ICICI (5) EXIM Bank of India; Non-Banking Finance Companies: Meaning, Role, Types of NBFC services; Functions SEBI	10

<b>Contents : Unit</b>	<b>Topics</b>	<b>Contact Hours</b>
3	<b>Financial Instruments</b> Financial Instruments Meaning, importance and classification of Financial instruments; Short-term, Medium-term and Long Term Instruments, Primary and Secondary Securities; Innovative Instruments	10
4	<b>Functions of Financial Markets in India</b> Financial Market in India: Capital Market, Money Market: meaning, function, types	8
5	<b>Meaning and Importance of Financial services in India</b> Meaning, importance and types of Financial Services; 1. Factoring: Meaning, Types, costs and benefits of factoring, 2. Leasing: Meaning, Definition, advantages to lessor and lessee, types of leases (operating, finance, leveraged, sales and lease-back, leveraged and cross-border.), 3. Underwriting: Meaning and benefits, 4. Credit Rating Agencies: Meaning and role of such agencies. A brief idea about: CRISIL, CARE ICRA. 5. Others: A brief idea about: NSDL, STCI	10
<b>Total Hours</b>		<b>48</b>

#### **Textbook :**

- 1 Indian Financial System , Khan M. Y, Tata McGraw Hill, 2014
- 2 The Indian financial system and Development, Vasant Desai , Himalaya Publishing House, 2017
- 3 Indian Financial System , Pathak B. V. , Pearson , 2014

#### **References:**

- 1 Financial Institutions and Markets: Structure, Growth & Innovations, Financial Institutions and Markets: Structure, Growth & Innovations, Bhole L. M. & Mahakud J, Tata-McGraw Hill, 2012
- 2 Financial Markets and Institutions, Financial Markets and Institutions, Khan M. Y, Tata McGraw Hill, 2010
- 3 Financial Services,, Financial Services,, Khan M. Y, Tata McGraw Hill, 2011
- 4 Financial Management □ Principles and Practice, Financial Management □ Principles and Practice, C.Sudarsana Reddy, Himalaya Publishing House, 2010

#### **Suggested Theory Distribution:**

The suggested theory distribution as per Bloom's taxonomy is as follows. This distribution serves as guidelines for teachers and students to achieve effective teaching-learning process

Distribution of Theory for course delivery and evaluation					
<b>Remember / Knowledge</b>	<b>Understand</b>	<b>Apply</b>	<b>Analyze</b>	<b>Evaluate</b>	<b>Higher order Thinking</b>
20.00	30.00	25.00	15.00	10.00	0.00

**Instructional Method:**

1 Theory