

COURSE TITLE	MANAGEMENT OF FINANCIAL MARKETS
COURSE CODE	04BB1507
COURSE CREDITS	4

Objective:

- 1 NA

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

- 1 Build an understanding of the fundamentals of financial markets and analyse various instruments that are traded in them.
- 2 Analyse the capital market and understand its functioning system.
- 3 Assess the significance of diverse money market instruments, recent advancements, and reforms.
- 4 Examine the various Debt market instruments and learn about Government securities.
- 5 To identify the need and relevance of Repo market and Foreign Exchange market

Pre-requisite of course:NONE

Teaching and Examination Scheme

Theory Hours	Tutorial Hours	Practical Hours	ESE	IA	CSE	Viva	Term Work
4	0	0	50	30	20	0	0

Contents : Unit	Topics	Contact Hours
1	Financial Markets Meaning, Definition, Functions, Classification, Key players in financial market - Stock Exchange, Brokers, Key players in financial market - Dealers, Traders, Depositories, Clearing Corporation, Security Exchange Board of India	9
2	Capital Market, Primary Market, Secondary Market Capital Market: Overview, Function of capital market, Primary market reforms, Issues in capital market, secondary market reforms, Capital market scams, Primary Market: Mechanism in India, Initial Public Offer (IPO), Methods of IPO (type of IPO), eligibility norms, Book Building Process, Limitations, Reverse book building, Green shoe option, Secondary Market: Meaning, Function of Secondary market, Post reforms stock market scenario, organizational structure of stock exchanges, listing of securities, trading and settlement, Internet trading, Stock Market Indices(Nifty & Sensex)	17

Contents : Unit	Topics	Contact Hours
3	Money Market Meaning, Development of Money market in India, Money market instruments, Money market intermediaries, Role of Money Market in India, Promotion of saving and Investment, Reforms in Indian Money Market-Deregulation of Interest Rates, Establishment of DFI AND CCIL-Liquidity Adjustment Facility (LAF)	11
4	Debt Market, Government securities market Debt Market: meaning, history and characteristics of debt market, participants in the debt market, private corporate debt market, measures to boost liquidity in the secondary market, Government securities market: Introduction, , Trading in Government Securities, Evolution, Role, Significance of Government securities markets, Functions, Salient feature of government securities, Forms of Government Securities, Operation in government security market	11
5	Repo-Market, Foreign exchange Market Repo-Market: Definition, REPO and Reverse Repo, Repo Instrument, Bank Rate and Repo rate, Usage of Repo, Functions, Structure of the Foreign Exchange Market, Asian Clearing Union, Foreign exchange Market: Function, Foreign Exchange Dealers Association of India, Instruments of Credit Traded, Asian Clearing Union, FSLRC, Finance Code	12
Total Hours		60

Textbook :

- 1 Financial Services, M Y Khan, McGraw Hill Education, 2015
- 2 The Indian Financial System, Bharti V. Pathak, Pearson Education India, 2018

References:

- 1 Financial Markets and Institutions , Financial Markets and Institutions , Anthony Saunders, Marcia Cornett, Otgo Erhemjamts, McGraw Hill, 2024
- 2 Money, Banking, and Financial Markets , Money, Banking, and Financial Markets , Stephen G. Cecchetti, Kermit L. Schoenholtz, McGraw Hill, 2024
- 3 Financial Markets and Institutions , Financial Markets and Institutions , Frederic S. Mishkin, Stanley G. Eakins, Tulsi Jayakumar, Hemant Manuj, Pearson, 2024

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					
Remember / Knowledge	Understand	Apply	Analyze	Evaluate	Higher order Thinking / Creative
0.00	0.00	35.00	35.00	30.00	0.00

Instructional Method:

- 1 Theory

Supplementary Resources:

- 1 <https://nptel.ac.in/courses/110/104/110104073/>
- 2 <https://ocw.mit.edu/courses/sloan-school-of-management/15-401-finance-theory-i-fall-2008>