

<b>COURSE TITLE</b>	<b>INVESTMENT &amp; SECURITY LAW</b>
<b>COURSE CODE</b>	<b>10FL0705</b>
<b>COURSE CREDITS</b>	<b>4</b>

**Objective:**

- 1 Investment and Securities Laws are gaining importance day by day with the increase of trade and industry in our country. The present course contains various aspects of investment and their regulations in securities market. Investment instruments such as deposits, National Pension Saving Scheme, Money Market, Mutual Funds, Alternative Investment Fund & Collective Investment Schemes, Investor Protection and how they are governed by SEBI Act and Securities Contract Regulations Act 1956 with amendments. It will help students in knowing the various investment and their offering in securities market and its regulations with practical approach.
- 2 Investment and Securities Laws are gaining importance day by day with the increase of trade and industry in our country. The present course contains various aspects of investment and their regulations in securities market. Investment instruments such as deposits, National Pension Saving Scheme, Money Market, Mutual Funds, Alternative Investment Fund & Collective Investment Schemes, Investor Protection and how they are governed by SEBI Act and Securities Contract Regulations Act 1956 with amendments.
- 3 It will help students in knowing the various investment and their offering in securities market and its regulations with practical approach

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

- 1 To define the basic concepts & procedure of investment and securities laws.
- 2 To evaluate various financial instruments present in money market and its regulations.
- 3 To compare investment in Mutual funds, its rules and regulations with other investment options.
- 4 To identify Alternative Investment Fund & Collective Investment Schemes with applicable laws.
- 5 To analyse SEBI objectives, power, functions and penalties.
- 6 To elaborate the SCRA procedure, power, functions and penalties on Stock Exchanges in India.7. To formulate the jurisdiction & application of SEBI, SAT and various Courts relating to the Investor protection in securities market.

**Pre-requisite of course:**No Pre-requisite

**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>
3	1	0	50	30	20	0	0

<b>Contents : Unit</b>	<b>Topics</b>	<b>Contact Hours</b>
1	<b>Concept Of Investment and Securities Law</b> • Investment, • Objectives of Investment, • Classification of Investment, • Types of Investment, • Importance of Investment, • Securities, • Classification of Securities, • Types of Securities	5
2	<b>Money Market</b> • Introduction, • Features of Money Market, • Money Market vs. Capital Market, • Growth of Money Market, • Structure and Institutional Development, • Money Market Instruments, • Certificates of Deposits, • Inter-Corporate Deposits, • Commercial Bills, • Commercial Paper, • Factoring, • Bills Rediscounting	5
3	<b>Mutual Funds</b> • Introduction, • Investment Strategies, • Offer document of Mutual Fund Schemes, • Risks involved in Mutual Funds, • Calculation of Net Asset Value (NAV), • Asset Management Company (AMC), • SEBI (Mutual Fund) Regulations, 1996, • Code of Conduct for Mutual Funds, • Compliances under SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, National Pension Saving Scheme	5
4	<b>Alternative Investment Fund &amp; Collective Investment Schemes</b> ALTERNATIVE INVESTMENT FUND • Introduction, ALTERNATIVE INVESTMENT FUND: • Existing Venture Capital Funds, ALTERNATIVE INVESTMENT FUND: • SEBI (Alternative Investment Funds) Regulations, 2012, ALTERNATIVE INVESTMENT FUND: • Important Definitions, ALTERNATIVE INVESTMENT FUND: • Key Features of AIF Categories, ALTERNATIVE INVESTMENT FUND: • Guidelines on disclosures, reporting and clarifications under AIF Regulations, ALTERNATIVE INVESTMENT FUND: • SEBI (Foreign Venture Capital Investors) Regulations, 2000, COLLECTIVE INVESTMENT SCHEMES: • Introduction, COLLECTIVE INVESTMENT SCHEMES: • SEBI (Collective Investment Schemes) Regulations, 1999 – An Overview, COLLECTIVE INVESTMENT SCHEMES: • Restrictions on Business Activities, COLLECTIVE INVESTMENT SCHEMES: • Obligations of Collective Investment Management Company, COLLECTIVE INVESTMENT SCHEMES: • Rights and Obligations of the trustee, COLLECTIVE INVESTMENT SCHEMES: • Termination of Trusteeship, COLLECTIVE INVESTMENT SCHEMES: • Termination of the Agreement with the Collective Investment Management Company, COLLECTIVE INVESTMENT SCHEMES: • Winding up of Scheme, COLLECTIVE INVESTMENT SCHEMES: • Requirements with respect to the listing of units or any other instrument of a CIS on a recognised stock exchange, COLLECTIVE INVESTMENT SCHEMES: • Penal Provisions	6

<b>Contents : Unit</b>	<b>Topics</b>	<b>Contact Hours</b>
5	<b>Securities Exchange Board of India Act 1992 (SEBI)</b> • Introduction, • Composition of SEBI, • Powers and Functions of SEBI, • Investigations, • Penalties for Failures, • Adjudications, • Securities Appellate Tribunal (SAT), • Appeal to Supreme Court, • SEBI (Settlement of Administrative & Civil Proceedings) Regulations, 2014, • SEBI (Procedure for Search and Seizure) Regulations, 2014	8
6	<b>Securities Contract Regulations Act (SCRA) 1956</b> • Introduction, • Definitions, • Recognition of Stock Exchanges, • Power of Central Government & Recognized Stock Exchanges, • Clearing Corporation, • Power of SEBI to Make or Amend Bye-Laws of Recognised Stock Exchanges, • Penalties and Procedures, • Power to Adjudicate	8
7	<b>INVESTOR PROTECTION</b> • Introduction, • Legal Framework for Investor Protection in India, • Investor Education and Protection Fund, • Section 125 of the Companies Act, 2013, • SEBI (Investor Protection and Education Fund) Regulations, 2009, • Financial Education, • Investor Grievance Redressal Mechanism at SEBI, • SEBI (Informal Guidance) Scheme, 2003	8
<b>Total Hours</b>		<b>45</b>

#### **Suggested List of Experiments:**

<b>Contents : Unit</b>	<b>Topics</b>	<b>Contact Hours</b>
1	<b>Issues related to Investment and Securities Laws</b> Issues related to Investment and Securities Laws	15
<b>Total Hours</b>		<b>15</b>

#### **Textbook :**

- 1 Securities Laws & Capital Markets, 4th Edition , N. S. Zad, Taxmann Publications Pvt. Ltd. , 2021

#### **References:**

- 1 Venture Capital Investments , 1st Edition,, Venture Capital Investments , 1st Edition,, Raj Kumar & Manu Sharma, Sege Publications Pvt. Ltd. , 2020

#### **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
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<b>Remember / Knowledge</b>	<b>Understand</b>	<b>Apply</b>	<b>Analyze</b>	<b>Evaluate</b>	<b>Higher order Thinking / Creative</b>
10.00	10.00	30.00	10.00	20.00	20.00

**Instructional Method:**

- 1 Classroom Teaching
- 2 Seminar
- 3 Tutorial Experiences
- 4 Expert Lectures
- 5 Research Project

**Supplementary Resources:**

- 1 <https://investor.sebi.gov.in/iematerial.html>
- 2 <https://www.icsi.edu/media/webmodules/SLCM.pdf>
- 3 <https://www.legalbites.in/securities-and-investment-laws>
- 4 <https://investor.sebi.gov.in/pdf/acts.pdf>
- 5 <https://www.icsi.edu/media/webmodules/publications/CapitalMarketandSecuritesLaw.pdf>
- 6 <https://investor.sebi.gov.in/iematerial.html>
- 7 [https://unctad.org/system/files/official-document/diaepcb2024d3\\_en.pdf](https://unctad.org/system/files/official-document/diaepcb2024d3_en.pdf)
- 8 [https://prsindia.org/files/bills\\_acts/bills\\_parliament/2025/Securities\\_Markets\\_Code,2025.pdf](https://prsindia.org/files/bills_acts/bills_parliament/2025/Securities_Markets_Code,2025.pdf)