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| Semester     | III  | Specialization | Finance               |
| Course Code  | 306 FIN  | Type           | Specialization - Core |
| Course Title | Financial Systems of India, Markets & Services |                |                       |

### Course Objectives:

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| 1 | To enlighten the students with the Concepts & Practical dynamics of the Indian Financial System, Markets, Institution and Financial Services. |
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### Syllabus:

| Unit Number     | Contents   | Number of Sessions  |
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| <b>Unit – 1</b> | <p>1.1: Financial System – functions of financial system – meaning and importance – Role of financial system in economic development – Structure and Components of financial system in India – Introduction to financial Institutions – Banking – Non Banking Institutions.</p> <p>1.2: Financial Markets – Money Market and Capital Market – Financial Instruments on the basis of Term of instruments – Types of Securities, Financial services – fund based services and fee based services.</p>  | <b>(Hours: 6+2)</b> |
| <b>Unit – 2</b> | <p>2.1: Regulators of Financial System in India -The RBI as a Central Bank, Functions and working 2.2: SEBI- Purpose – Objectives, structure – functions and powers of SEBI – SEBI guidelines with respect to IPO, Anti Money laundering, listing and delisting of securities , FMC (Forward Market Commission of India) – Structure and Function.</p> <p>2.3: PFRDA (Pension Fund Regulatory and Development Authority) – Structure and Functions – National Pension System- Understanding and benefits, IRDA- (Insurance Regulatory and Development Authority) – Role and Functions.</p>   | <b>(Hours: 8+2)</b> |
| <b>Unit – 3</b> | <p>3.1: Financial Market Functions – Classification – Money Markets – Structure and components of money market – Participants in Indian Money Market – Money Market Instruments – Features of the Instruments – Recent Developments in Indian Money Market.</p> <p>3.2: Capital Markets – Characteristics – Components of Capital Markets – Primary Market Operations – Functions- Methods of Raising Funds in Primary Market (Viz- Public Issue, offer for sale, Right Issue, Private Placement of Securities and other methods such as Tender Method, Bonus shares) Methods of determining prices of new shares viz – Fixed Offer Method and Book Building Method. New Instruments in Capital Market.</p> <p>3.3: Stock Exchange – Characteristics and functions of stock exchanges, listing</p> | <b>(Hours: 6+2)</b> |

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|                 | of securities, Major Stock Exchanges in India- Important Stock Indices in India, BSE and NSE Sensex.  |                     |
| <b>Unit – 4</b> | <p>4.1: Financial Services: Concept, Nature and scope of financial Services – Regulatory Frame work of Financial Services – Growth of Financial Services in India.</p> <p>4.2: Merchant Banking – Meaning – Types – Responsibilities of Merchant Bankers – Role of Merchant Bankers in Issue Management – Regulation of Merchant Banking In India.</p> <p>4.3: Venture Capital – Growth of Venture capital in India – Financing Pattern under venture capital,</p> <p>4.4: Factoring, Forfeiting, Securitization (Concepts and Applications): Types of factoring Arrangements – Factoring in the Indian Context.</p> <p>4.5: Mutual Fund, Concept and Objectives, Guidelines for Mutual Funds, Working of Mutual Finds in India.</p> <p>4.6: Loan Syndication, De-materialization of Services – need and operations – other types of funding –Crowd Funding, Asset Backed Finance, Depository Services – Role of NSDL and CSDL.</p> | <b>(Hours: 7+2)</b> |
| <b>Unit – 5</b> | <p>5.1: Financial Institutions in India : Functions and working of Banking – Commercial Banks- Cooperative Banks- Urban Cooperative Banks – Post Office Saving Banks, Functions &amp; Working of Non Banking Companies – Finance Companies Investment Trusts, Housing Companies, Functions and working of Development Institutions NABARD, SIDBI, NHB, EXIM Bank, BIFR and SFC's.</p> <p>5.2: Credit Rating Agencies – CRISIL and ICRA.</p> <p>5.3: Insurance Companies in India – LIC and GIC – Features and functions.</p>  | <b>(Hours: 8+2)</b> |
|                 | Note:<br>Theoretical questions will be asked on all topics.   |                     |

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| <b>Learning Resources:</b> |            |   |
| 1                          | Text Books | <p>Financial Services by Shashi K Gupta and Nisha Agarwal ( Kalyani Publications_</p> <p>Merchant Banking and Financial Services by Guruswamy, Third Edition ( TATA McGraw Hill)</p> <p>Indian Financial Services – M.Y.Khan</p> <p>Indian Financial System in the World Monetary Order – H. Y. Kulkarni.</p> |

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| 2 | Reference Books                | Indian Financial System and Markets by Siddhartha Sankar Saha ( TATA McGraw Hill)<br><br>Company Law by N D Kapoor<br><br>Indian Financial System – Vasant Desai |
| 3 | Supplementary Reading Material | Financial Institutions and Markets by Madura   |
| 4 | Websites                       | RBI, IRDA, SEBI  |
| 5 | Journals                       | Journals on Indian Financial Systems   |