

Financial Markets and Services

Course Objectives

The core objective of this course is to provide an understanding of the structure, operations and trends in the Capital market and Money market. This will also help the student to understand the various financial products and their innovations in the financial markets.

Syllabus

Nature and scope of financial markets and their operations-financial instruments- financial institutions- Financial services- fund based services-innovations in financial services sector.

Expected Outcome

On completion of the course, the students are expected to be familiar with the various concepts of financial system and their operations. They will understand the latest trends in the financial service sector. References

1. Pandian P, Financial Services & Markets, Vikas publishing
2. Bansal, L.K., Merchant Banking and Financial Services, Unistar Books Pvt. Ltd., Chandigarh.
3. Khan, M,Y, Financial Services, Tata McGraw Hill, New Delhi.
4. E.F. Fama, Foundations of Finance, Basic Books Inc., New York.
5. Gordon.E & Natarajan K, Financial Markets and Services, Himalayala Publishing House.
6. Bhole, L.M., Financial Institutions and Markets, Tata McGraw Hill, New Delhi.
7. Chandra, P., Financial Management, Tata McGraw Hill, New Delhi. : 33
8. Kothari, C.R., Investment Banking and Customer Service, Arihand Publishers, Jaipur.
9. Frederic S. Mishkin, Financial Markets and Institutions, Pearson Publishing.
10. E.J. Elton, M.J. Gruber, S.J. Brown, W.N. Goetzmann, Modern Portfolio Theory and Investment Analysis, John Wiley & Sons, New York
11. Keith Pilbeam, Finance and Financial Markets, Palgrave
12. Steven Valdez, an Introduction To Global Financial Markets, Macmillan Press Ltd.
13. Bhatia, B.S., and Batra, G.S., Financial Services, Deep & Deep Publishers, New Delhi.

Topics

1 Financial system and markets: Objectives of financial system- concepts of financial system-financial concepts-development of financial systems in India-weakness of Indian financial system.

2 Financial Markets - Money market-Organized and Unorganized- Sub markets-Capital market- Primary market-IPO-FPO- NFO- Book Building-Right Issue-Private placement- Bonus issue-Buy- back-Secondary Market-Stock exchanges- Role and functions of Stock Exchanges- BSE-NSE. Regulatory authorities and their functions – RBI, SEBI

First Internal Examination

3 Financial instruments- Money market instruments- Call money markets- Treasury bills-Repurchase agreements- Bankers acceptance-Commercial paper- Certificate of deposits- Commercial bill market- Capital market instruments- Shares- debentures- Bonds-Financial institutions.

4 Financial Services-Nature and scope of financial services: introduction-Objective-meaning of financial services- classification of financial service industry-Financial innovation- causes of financial innovation- Innovative Financial Instruments- Challenges Facing the Financial Services Sector.

5 Financial Service Industry- Emergence and developments- Fund based services- Merchant banking- Non-fund based services- Leasing and hire purchasing- Bill discounting and Factoring- Forfeiting- Securitization- Mutual Funds-Venture capital funds- Depository participants.

Final Examination