

Course Code	<b>BBA5B11</b>
Title of the Course	<b>FINANCIAL MARKETS AND INSTITUTIONS</b>
Semester	5
No. of Credits	4
No. of Contact Hours	64 Hrs
Hours/week	5 Hrs

**Module I : Financial System:** Meaning and components of financial system: financial markets, financial assets and financial intermediaries. Financial market and capital formation in India.

**10 Hours**

**Module II : Money Market:** meaning, importance and role of money market – call money market-treasury bills market – discount market – commercial paper market – certificate of deposit – moneymarket in India –RBI regulation on money market.

**15 Hours**

**Module III : Capital Market:** meaning and classification – Government securities market –Industrial loan market – Mortgage market – Credit guarantee market – bond market – DFIs in India: IFCI,SFCs, IDFC, ICICI, SIDBI and NBFCs – role of DFI in industrial development in India.

**15 Hours**

**Module IV : Industrial Securities Market:** Primary market –meaning, importance and functions – methods of floating new issues– pricing of issues and book building process. Secondary market and stock exchanges - role and functions – trading mechanism – settlement system – capital market institutions in India: NSE, BSE, NSDL, CDSL, SHCL and STCIL and STCI. Capital market regulations: SEBI – role and functions.

**25 Hours**

**Module V : Derivate Market:** Financial derivatives: meaning and functions – classification of derivative instruments – price fixing and insurance contracts – Forwards and Futures: stock and stockindex futures – Options and swaps: uses and classifications - derivative markets in India.

**15 Hours**

**Reference Books:**

1. Kohn, Meir: Financial Institutions and Markets, Tata McGraw Hill.
2. Bhole L.M: Financial Institutions and Markets, Tata McGraw Hill.
3. Desai, Vasantha: The Indian Financial System, Himalaya Publishing House.
4. Machiraju.R.H: Indian Financial System, Vikas Publishing House.
5. Khan M.Y: Indian Financial System, Tata McGraw Hill.
6. Varshney, P.M., & D. K. Mittal, D.K.: Indian Financial System, Sulthan Chand & Sons.
7. Gordon E. &Natarajan K.: Financial Markets & Services, Himalaya Publishers.