

LESSON PLAN

Subject Name: FINANCIAL MARKETS AND REGULATIONS

Hours : 60

- Objective :** i) To make the student familiarize with the financial services and markets in the Indian Financial system.
 ii) To provide an understanding of working of financial markets.

Sl. No	UNIT & OBJECTIVES	No. of Lecture Hours	Methodology/Instructorial techniques	Evaluation/learning confirmation
Module I	Introduction	6		
1.	Nature and role of financial system	2	Lecture	Question and Answer
2.	Structure of financial system	1	Lecture	Question and Answer
3.	Equilibrium in financial markets	1	Lecture	Question and Answer
4.	Financial system and economic development	1	Lecture	Question and Answer
5.	Financial intermediation, role and patterns	1	Activity	Activity
Module II	Introduction to Money market	12		
1.	Nature & deployment of surplus funds	1	Lecture	Question and Answer
2.	Raising of short term funds	1	Lecture	Question and Answer
3.	Characteristics of money market	1	Lecture	Question and Answer
4.	Regulatory framework of RBI, FIMMDA	2	Lecture	Question and Answer
5.	FEDAI	1	Lecture	Question and Answer
6.	Call Money market-players , Utility	1	Lecture	Question and Answer
7.	Money Market Instruments : Commercial paper, certificates of deposits, Bills of exchange , T Bills	3	Lecture	Question and Answer
8.	Factoring, Letter of credit, Money Market Mutual Funds, Fixed Maturity	2	Lecture	Question and Answer
Module III	Capital market	18		
1.	Evaluation of the development, future trends, primary market system	1	Lecture	Question and Answer
2.	Regulations in India, Type of scripts and Firm's Interface with Investors	1	Lecture	Question and Answer

3.	Capital process : Regulations, legalities, pricing of issue , methods of Issue	2	Lecture	Question and Answer
4.	Managing Book building, Road show, Intermediaries in Issue management shareholder relations	2	Lecture	Question and Answer
5.	Primary Market Intermediaries : Commercial banks, development banks , custodians, merchant bankers, issue managers, rating agencies	2	Lecture	Question and Answer
6.	Secondary market system and regulations in India, stock Exchanges - History , development and importance	2	Lecture	Question and Answer
7.	Listing of scripts, online Trading, depositories-growth, development , regulation, mechanism, OTC and Stock exchange	2	Lecture	Question and Answer
8.	Trading, settlement, Risk Management, Investor Grievances, Basics of pricing mechanism	2	Lecture	Question and Answer
9.	Carry forward, Badala, Automated lending and borrowing mechanism	1	Lecture	Question and Answer
10.	Inside Trading, Circular Trading, price rigging etc	1	Lecture	Question and Answer
11.	Players on stock exchange ,stock indices	1	Lecture	Question and Answer
12.	Role of FIIs, MFs and Investment bankers, regulations agencies	1	Lecture	Question and Answer
Module IV	Financial Service	10		
1.	Leasing, Factoring, Credit rating	2	Lecture	Question and Answer
2.	Hire purchase, consumer durables financing	2	Lecture	Question and Answer
3.	Merchant Banking agencies, underwriting, Fund transfer	2	Lecture	Question and Answer
4.	1. Stock holding, Loan syndication, custodian service, depository service	2	Lecture	Question and Answer
5.	Venture capital finance, Mutual Fund, and securitization of Debt	2	Lecture	Question and Answer
Module V	Regulation framework	6		
1.	Financial markets and institutions	1	Lecture	Question and Answer
2.	Regulation vs deregulation	1	Lecture	Question and Answer
3.	Role of RBI & its bank	1	Lecture	Question and Answer
4.	Open market operations policies, Interest rate structure, Interest rate of India and SEBI	3	Lecture	Question and Answer

Module VI	Financial Sector Reforms	8		
1.	Financial sector reforms 1991 & 1994 -income recognition	1	Lecture	Question and Answer
2.	Asset classification & provisioning norms	1	Lecture	Question and Answer
3.	Capital adequacy norms (Basel I,II & III)	1	Lecture	Question and Answer
4.	Banks exposure norms -rating of banks- camels rating	2	Lecture	Question and Answer
5.	Role of banks in Financial system	1	Lecture	Question and Answer
6.	Functions of commercial banks, functional banking	1	Lecture	Question and Answer
7.	Products - deposits & advance	1	Lecture	Question and Answer

Assessment

- 1) 10 marks CIA (assignments and seminar)
- 2) 20 marks (Mid Term)
- 3) 70 marks (ESE)

BOOKS FOR REFERENCE

1. L.M.Bhole : Financial Institutions & Markets, Tata McGraw Hill, new Delhi.
2. Edminister R.O: Financial Institutions, Markets & Management , McGraw Hill, New York,1986.
3. Karkal G.C: Unorganised Money markets in India, Lalwani, Bombay.
4. Khan. M.Y.Indian Financial System,Vikas
5. H.R Machiraju: Indian Financial system, Vikas Pub. House.
6. E.Gorden & K.Nataraj, Financial Markets and Services, Himalaya Publishing House.
7. G.S.Patel, Captial Market, Functioning and Trends , ICFAI Publication.
8. J.N.Dhonkar, A Treatise an Merchant Banking, Skylark Pub. Delhi.
9. Vindo Kothari, Leasing, Hirepurchase and Consumer Credit, Wadhwa and Company.
10. Gledstone, Venture Captial Investing, NY,Prentice Hall.

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