# FINANCIAL MARKETS

Sem	Subject code	Category	Lectur	e	Theory	7	Practical	Credits
IV	21CPCO4D	Elective IV	6 hrs per week	90	6 hrs per week	90	NIL	3

# **COURSE OBJECTIVES:**

- To this course helps to know about financial marketing like capital market, money market, mutual funds and merchant banking theinvestors
- To know about the different ways of investment and guidelines of SEBI in the long-term and short-term financialmarkets.

## **COURSE OUTCOMES:**

On successful completion of the course, the student will be able

CO NUMBER	CO STATEMENT	KNOWLEDGE LEVEL (K1 – K4)
CO1	To introduce structure of financial system	K3
CO2	To provide information relating to capital markets	K3
CO3	To enable the students to know about money market	K3
CO4	To understand the concept of Derivative markets	K3
CO5	To aware the students about Global financial Market.	K3

*Knowledge Level: K1- Remember; K2 – Understand; K3 – Apply; K4 - Analyze* MAPPING WITH PROGRAMME OUTCOMES:

COS	PO1	PO2	PO3	PO4	PO5	PO6
CO1	S	М	М	М	S	S
CO2	S	М	М	S	М	М
CO3	S	S	М	М	М	S
CO4	S	S	S	S	S	S
CO5	S	М	М	S	S	S

S-Strong; M-Medium; L-Low

#### **UNIT – I STRUCTURE OFFINANCIALSYSTEM**

Structure of Indian financial system, the nature and role of financial system, Relationship between financial system and economic development, Constituents of Financial System - Primary and Secondary, Development of Financial Markets in India, Components of financial system

#### **UNIT – IISECURITIES MARKETS**

Segments and Features: Primary and Secondary Market, Equity and Debt Market, and Cash/Spot Market and Derivative Market; Industrial Security Market: Methods of Issue, Listing of securities; Regulation: SEBI; Fair market practice and Investor Protection- Reforms, Trends and Developments in Security market. 20 Hours

## **UNIT – IIIMONEY MARKET**

Money market- Meaning, Features, Structure of money market, Disadvantages of Money market, Characteristics and Features of developed money market, Recent development in money markets-DFHI, STCI B) Money Market Instruments-Treasury Bills, Repo Rates, Commercial papers and Promissory notes - Government Gilt EdgedSecurities.

#### **UNIT – IVDERIVATIVES MARKET**

Derivatives Market - Meaning, Importance and Need for Derivatives Market, Kinds of financial derivatives and financial derivatives in India- Futures- Options- Forwards- SWAPS.

#### **UNIT -V GLOBALIZATION OFFINANCIALMARKET**

Globalization of Financial Market - Indigenous Bond markets, Foreign Currency Bond Markets, Euro market, FDI Inflows and Outflows, Emerging Trends and Challenges in Global Financial Markets and Impact of globalization on financial markets.

### **TEXT BOOKS:**

S.NO	AUTHOR	TITLE OF THE BOOK	PUBLISHER	YEAR OF PUBLICATION
1.	Khan. M.Y	Indian Financial system	Tata McGraw Hill Education, New Delhi	2010
2.	Gordon &Natarajan	Financial Markets and Services	Himalaya Publishing House	2011

## 15 Hours

20 Hours

20 Hours

**15 Hours** 

# **REFERENCE BOOKS:**

S.NO	AUTHOR	TITLE OF THE BOOK	PUBLISHER	YEAR OF PUBLICATION
1	Machi Raja. H.R.	Indian Financial System	Vikas Publishing House Pvt Ltd	2014
2	PramodRao, PreethiPhuskala	Indian Financial System	-	2016
3	Chandradass, Nirmala Prasad	Banking and Financial System	Himalaya Publishing House	2017

# **TEACHING METHODOLOGY:**

- Lecture given byTeacher
- Assignments.
- Discussions and Interactions

# **SYLLABUS DESIGNERS:**

- D. Padmaja, Associate Professor and Head
- Ms.D. Vijayanirmala, Assistant Professor, D.K.M College, Vellore.