

PROGRAMME NAME: B. A. (Hons.) Business Economics
COURSE NAME: Financial Markets and Institutions
SEMESTER DURATION: March to July 2023

WEEK	TOPIC(S)	TEACHING METHODOLOGY ADOPTED/CONTINUOUS INTERNAL EVALUATION
1-3	<p>UNIT I: Financial Institutions in India</p> <ul style="list-style-type: none"> • Overview of Formal Financial System: Financial Institutions, Financial Markets, Financial Instruments, Financial Services, Role of Financial System in Economic Development. • Banking and Non-Banking Institutions: Scheduled Commercial Banks in India, Risk Management Process in Banks, Non-Performing Assets, Tools to Manage Non-Performing Assets, Payment Banks. • Credit Rating Agencies: Meaning, Methodology and Agencies in India. • Housing Finance: Housing Finance Companies in India, Repricing of Loan, Floating vs. Fixed Rate, The Rest Method, Problems in Housing Finance. • NBFCs in India: Objectives, Functions, Types, Difference between NBFCs and Banks, Role of NBFCs in Indian Economy. • Regulatory Institutions: Reserve Bank of India (RBI), Securities Exchange Board of India (SEBI) 	Classroom Teaching and Practice Questions
4-6	UNIT-II: Primary Market for Corporate Securities in India	Classroom Teaching and Flip Teaching

	<ul style="list-style-type: none"> • Financial Markets: Role and Importance of Financial Markets, Types of Financial Markets-Equity Market, Debt market, Money market, Forex Market. • Procedure of an IPO: Entry Norms for IPOS -Profitability Route, QIB Route, Appraisal Route; Intermediaries to an Issue, Pricing Methods-Fixed Price Process, Book Building Mechanism (Book Building Process, Bidding Process, Reverse Book Building, Limitations), Green Shoe option. • Methods of Raising Funds: Venture Capital, Private Equity, Public Issues- IPO, FPO, offer for sale; Rights Issue, Private Placement -Preferential Issue, Qualified Institutional Placements, Disinvestment of PSU- Objectives, Sell-off methods. 	Surprise Test
7-8	<ul style="list-style-type: none"> • Raising of Funds from International Markets-ADRS, GDRS, FCCB and Euro Issues, Masala Bonds. • Listing and Delisting of Corporate Stocks in Indian Stock markets. <p>UNIT-III:Secondary Market in India</p> <ul style="list-style-type: none"> • Overview of Secondary Market: Functions of Secondary Market, Demutualization of Stock Exchange, Bulls and Bears in Stock Markets, Volatility and Circuit Breakers in stock Market, Stock exchanges in India; International stock exchanges, Capital Market Scams. 	Classroom Teaching, Practice Questions and Flip Teaching
9-10	<ul style="list-style-type: none"> • Market Mechanism: Financial Instruments-Equity Shares, Debentures & Bonds, Derivatives. Types of Brokers, Depository Process in India. Trading, Clearing and Settlement of securities: Types of orders, Contract Note, Clearing Corporations (ICCL, NSCCL), Depositories (NSDL, CDSL), Settlement Mechanism. 	Classroom Teaching and Practice Questions Remedial Classes for slow students

11	<ul style="list-style-type: none"> Risk Management: Margin Requirement and Capital requirement of a Broker, MTM and VaR Margins, Margin Trading and Margin Adjustments. 	Classroom Teaching, Problem Solving and Practice Questions
12-13	<ul style="list-style-type: none"> Indian Stock Indices: Major Indices in India (Sensex and Nifty), Market Capitalization (free float, full float methodology), Calculation Methodology (Price weighted, Equal weighted, Fundamental weighted, Market Capitalisation weighted Index), Classification of Securities to be included in the Index, Impact of corporate actions (Rights, Bonus, and Stock split) on security prices and indices. <p>UNIT-IV: Money Markets & Debt Market in India</p> <ul style="list-style-type: none"> Money Market: Characteristics, Functions and Benefits of Efficient Money Market, Participants in money markets, Money Market Instruments: Auctioned Treasury Bills (Features, Types, and Issuance/Sale by Auction), Commercial Paper (Guidelines and Process for Issuance), Commercial Bills (Features and Types), Certificate of Deposits (Guidelines and Process for Issuance), Call/Notice Money (Reason of volatility and Process of Issuance) Repo, Reverse Repo. 	Classroom Teaching, Flip Teaching and Practice Questions
14-15	<ul style="list-style-type: none"> Long Term Debt Market: Participants and Instruments in Debt market, Private Corporate Debt Market-Issue and listing of Debt Securities; Govt Securities Market-Issuers, Investors and Types; Govt Dated Securities- Issuance, Trading and Settlement. RBI Direct Portal for retail investors for Government Securities 	Classroom Teaching, Problem Solving and Practice Questions Remedial Classes
16	Revision and Tests	