

**Special paper III
Financial Services**

Semester VI	✓	Subject Code: BB61705A	Lectures: 60
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Objectives:

The syllabus aims in equipping students with,

- To provide to the students an overview of the concept of Financing Services
- To develop among students the understanding of Money Market and Capital Market of India
- To create the awareness regarding the role of Foreign Exchange Market among students

Unit 1: Financial System

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- Financial System – Meaning, Structure, Role
- Constituents of the Financial System
 - Financial Markets: Money Market, Capital Market, Foreign Exchange Market and Commodity Market – Meaning and Features
 - Financial Institutions: Banking Finance Institutions and Non Banking Finance Institutions
 - Financial Assets – Meaning and Features
 - Financial Services – Meaning and Features
- An Overview of the Indian Financial System post 1991
- Regulatory Bodies – RBI, SEBI & IRDI

Unit 2: Indian Money Market

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- Indian Money Market – Structure and Features
- Reforms in the Indian Money Market post 1991
- Sub-markets and Instruments of the Indian Money Market
 - Call/Notice Money Market
 - Commercial Bills Market
 - Treasury Bills Market
 - Commercial Paper (CP) Market
 - Certificate of Deposit (CD) Market
 - Repos and Reverse Repos Market
 - Money Market Mutual Funds (MMMFs) Market
- Institutions in the Indian Money Market
 - Discount and Finance House of India Ltd. (DFHI)
 - Securities Trading Corporation of India Ltd. (STCI)
 - Primary Dealers (PDs)



➤ Satellite Dealers (SDs)	
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Unit 3: Indian Capital Market	10
<ul style="list-style-type: none"> • Indian Capital Market – Features and Structure • Stock Exchanges in India <ul style="list-style-type: none"> ➤ Bombay Stock Exchange Ltd. ➤ National Stock Exchange Ltd. ➤ Over-The-Counter-Exchange of India Ltd. ➤ Global Stock Exchanges – An Overview • Stock Indices in India <ul style="list-style-type: none"> ➤ SENSEX - Meaning ➤ Nifty – Meaning ➤ Full Market Capitalisation vs. Free Float Market Capitalisation • Introduction to Derivatives , Future and Options • Reforms in the Indian Capital Market, post 1991 	

Unit 4: Foreign Exchange Market in India	12
<ul style="list-style-type: none"> • Foreign Exchange Market – Meaning and Features • Transactions in the Foreign Exchange Market • Determinates of Forex • Structure and Constituents of the Foreign Exchange Market (with reference to India) 	

Unit 5 : Financial Services	10
<ul style="list-style-type: none"> • Mutual Funds – Meaning, Definition, Organisation and Management, Types of Mutual Fund Schemes, Advantages and Disadvantages of Mutual Funds. • Venture Capital – Meaning, Definition, Features, Advantages • Credit Rating – Meaning, Definition, Features, Advantages • Factoring – Meaning, Definition, Features, Advantages, Forfeiting • Insurance – Meaning , Types & Principles 	

***Contact hours – 12 hours**

Recommended Text Book:
<ol style="list-style-type: none"> 1. Machiraju H.R.:<i>Indian Financial System</i>, New Delhi: Vikas Publications, 2006 2. Khan M.Y. , <i>Indian Financial System</i>, New Delhi: Tata McGraw-Hill Publishing Company Ltd



3. Bhole L. M. *Financial Institutions and Markets Structure, Growth and Innovations*, 4. New Delhi: Tata McGraw Hill Publishing Company Ltd
4. Dr. Gurusamy S. *Financial Services and Markets*, Vijay Nicole Imprints Pvt. Ltd., 2004.

Reference books

1. Gordon E. Natarajan K. *Financial Markets and Institutions*, Himalaya Publishing House
2. Batra G.S. *Financial Services and Markets*, New Delhi: Deep and Deep Publications Pvt. Ltd.,
3. Kothari Rajesh. *Financial Services in India Concept and Application*, New Delhi, Sage Publications. 2010.
4. Saunders Anthony and Cornett MaricaMillon, *Financial Markets and Institutions - An Introduction to the Risk Management Approach*. 3rd Ed
5. VOICE New Century, edited by Prof. Sri Ram Khanna. *Financial Markets in India and Protection of Investors*
6. Frederic Mishkin and Stanley Eakins. *Financial Markets and Institutions*, 2006 Pearson 5th Edition
7. Bhat.S . *Financial Planning and Practices*, Excel Books
8. Kishore.M.Ravi, *Financial Management*, Taxmann's

