Course Code	Course Title	L	T	P	C
OLMBA609	Indian Financial System	3	1	0	4
Pre-requisite	NIL	Syllabus version			
		1.0			

Course Objectives:

1. To make the students to understand the structure of Indian Financial System.
2. Allow them to appreciate the various nuances of myriad and ever evolving financial system.
3. To provide an overview of various financial services, institutions, systems and functioning of financial markets.
4. To understand the role and challenges of financial intermediaries in the capital market.

Course Outcomes:

1. Understand the regulators' role in Indian Financial System.
2. Comprehend the structure of Indian capital market and its developments.
3. Appreciate the operations of the capital market.
4. Comprehend the risk management system in the capital market.

Module:1	An Overview of Indian Financial System	
Definition and Meaning of Financial System Components of the Financial System: Institutions, Markets and Services; Financial System and Economic Development, Kinds of Finance – Rudimentary Finance, Direct and Indirect Finance.		
Module:2	**Money Markets**	
Meaning, Functions, Players and intermediaries, Instruments - treasury bills, commercial paper, commercial bills, certificate of deposit, Call money market, corporate funding through money market.		
Module:3	**Capital Markets**	
Meaning, Relevance of capital market to corporate finance, Components of capital market, Primary and Secondary markets, Role of stock exchanges in India, SEBI and investor protection.		
Module:4	**Financial Markets: Primary Markets**	
Meaning - Functions of primary markets- Types of Primary Market Issuance: Public Issues; Initial Public Offer (IPO); Private Placement; Preferential Issue; Rights and Bonus Issues; Qualified Institutional Placement- Advantages and Disadvantages of Primary Markets.		
Module:5	**Financial Markets: Secondary Markets**	
Meaning - Functions of secondary Markets- Instruments of Secondary Markets- Types of Secondary Markets: Stock Exchange; Over-the counter (OTC)- Advantages and Disadvantages of secondary Markets- Secondary Markets vs Primary Markets.		
Module:6	**Mutual Funds**	
Organization, Regulatory frame work, Association of Mutual Funds in India, Types, Net Asset Value, Structure and size of investment.		
Module:7	**Financial Services and Institutions**	
Merchant Banking- Credit Rating-Venture capital Financing, Forfeiting & factoring services, Venture Capital Services. Financial Institutions - Banking, Non-banking and Regulatory Institutions-Nonbanking financial companies (NBFCs), Micro Finance Institutions.		
	Total Hours	**120 Hrs.**

Text Book(s)				
1.	Khan M.Y, (2018), Financial Markets, Services, 8th edition, Mcgraw Hill. Gordon,			
2.	E., Natarajan. (2015) Financial markets and Institutions. (Revised ed.). Delhi: Himalaya Publication House.			
Reference Books				
1.	Stephen Cecchetti, Kermit Schoenholtz, (2014), Money, Banking and Financial Markets, 4thedition, McGraw-Hill Education.			
2.	Khan, M. Y, (2013), Indian Financial System (8th Edition). Delhi: Tata McGraw-Hill Education			
3.	MadhuVij, Swati Dhawan, (2011), Banking and Financial Services, 1st edition, McGraw Hill.			
4.	Dr Punithavathy Pandian, (2009), Financial services and Markets (1/e), Vikas Publishing House: New Delhi.			
Mode of Evaluation: Quiz/ Assignment/CAT/FAT				
Recommended by Board of Studies		02-11-2023		
Approved by Academic Council		No. 72	Date:	13-12-2023