

B.COM
SEMESTER III
APPLIED COMPONENT
Introduction to Capital Markets
100 Marks – 75 Lectures

Unit :1 .Introduction to Indian Securities Markets (5 Marks-5 Lectures)

Meaning of securities, structure of securities markets and role of its participants, role of securities markets as allocators of capital

Unit :2. Securities: Types, Features and Concepts (25 Marks-20 Lectures)

Difference between equity and debt securities, features of equity capital, features of debt capital, factors that influence the choice between equity and debt capital for issuers, various aspects of investing in equity, concepts and elements of financial analysis and valuation, commonly used terms in equity investing, risk and return from investing in equity, basic features of debt instrument, types and structure of debt instruments, concepts and terms relating to debt securities, benefits and risks of investing in debt securities,

factors that influence the choice between equity and debt for investors, concepts of hybrid instruments and their features

Unit:3. Primary Markets (25 Marks-20 Lectures)

Nature and functions of the primary market, difference between various types of public issues, categories of issuers in the primary markets, regulatory framework for primary markets, types of investors in the primary markets, types of public issues of equity shares, pricing process in a public issue of shares, public issue process, features of a prospectus, process of applying to a public issue,

ASBA(Application supported by blocked amount). private placement process in equity and debt ,

Merchant Banking – Meaning, nature and functions; merchant banking in India, role in issue management; classification and regulation of merchant bankers by SEBI .

Unit :4. Secondary Markets (25 Marks-15 Lectures)

Role and functions of the secondary markets , market structure and participants in the secondary markets , role of brokers and processes for client acquisition, process of trade execution in the secondary market, process of trade settlement, sources of market information , risk management systems for secondary markets, rights, obligations and grievance redressal mechanism for investors in secondary markets .

Unit :5. Derivatives Markets (20 Marks-15 Lectures)

Derivative products, key concepts with regard to derivatives, types of derivative products and their features, structure of the derivative markets, trading and settlement of derivatives, regulatory and risk management process for derivatives, use of derivatives in speculation, hedging and risk management, costs, benefits and risks of derivatives, key derivative market indicators

Books for Study and Reference:

- Agarwal O. P : *Environment and Management of Financial Services*, Mumbai, Himalaya
Batra G. S: *Financial Services: New Innovations*, New Delhi, Deep& Deep
Bhole L. M. &Mahakud J : *Financial Institutions and Markets: Structure, Growth & Innovations*, New Delhi, Tata-McGraw Hill, 5e
Khan M. Y.: *Financial Services*, New Delhi, Tata McGraw-Hill
Mantravadi P: *Financial Services*, Hyderabad, ICFAI

Pathak B. V: *Indian Financial System*, New Delhi, Pearson. 2e

Rose P. S.: *Financial Institutions: Understanding and Managing Financial Services*, Boston,
Irwin

Shiva Ramu S: *Global Financial Services*, New Delhi, South Asia Pub.

Websites:

www.nscindia.com

www.bseindia.com

www.sbi.gov.in

<https://www.edslindia.com>

www.nsd.co.in