

MBA (Financial Services)

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| Programme | : MBA (Financial Services) |
| Course Code | : FSC114 |
| Course Title | : Capital Markets and Operations |
| Number of Credits | : 4 |
| Effective from AY | : 2020-21 |

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| Need of the Course | : The main purpose of this course to make the student understand the concept of Capital Markets in India. The students will be exposed working mechanism of Indian stock market theoretically and practically through mock trading. This paper emphasizes on the segments of Capital Markets and the various indices. |
| Description of the Course | : Capital Markets allow the investors to trade in financial instruments thereby allocating the funds and channelizing the savings from lenders to borrowers. As a student of Financial Services, there is an utmost requirement to understand the Capital markets, its segments and the working mechanism. This course emphasizes on the various aspects of trading, settlement in Indian stock exchanges and familiarizes the students on the stock market indices. |
| Objectives of the Course | <ol style="list-style-type: none"> 1. To introduce the students to Indian securities market, its intermediaries and instruments. 2. To familiarize the students about the various segments of the Indian Capital markets, its functions and various provisions. 3. To understand the working mechanism of Indian Stock Exchanges. 4. To learn about the Stock market indices and its computation. |

| Course Content | | |
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| Unit 1 | : Introduction to Capital Markets | 4 Hours |
| An overview of Indian Securities Market, Meaning, Functions, Intermediaries, Segments of Indian capital market. | | |
| Unit 2 | : Capital Markets in India | 15 Hours |
| <p>Primary Market: Role of Primary Market – Methods of floatation of Capital –IPO's –Investor protection in primary market – SEBI measures for primary market– book building, role of brokers in making bids, ASBA, allotment through depository, buyback through depository.</p> <p>Secondary Market: Meaning, Functions of Secondary Market – Organization and Regulatory Framework for stock exchanges in India – SEBI measures for secondary market – Overview of major stock exchanges and commodity exchanges in India.</p> <p>Listing and Delisting of Securities: Meaning – Merits and Demerits – Listing requirements, procedure, fee –Listing conditions of BSE and NSE – Delisting</p> | | |
| Unit 3 | : Trading and Settlement in Indian Stock Exchanges | 15 Hours |
| <p>BSE – Different trading systems – Share groups on BSE – BOLT System – Different types of settlements – Pay –in and Pay out –Trading – Settlement – Shortages – Auctions – Bulk deals – Block deals – Short Selling – Margin Trading</p> <p>NSE – Market segments – NEAT system options – Market types, order types and books – Trading, Clearing & Settlement – Demat settlement – Funds settlement – Valuation debit – Valuation price –</p> | | |

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| Auctions | | |
| Unit 4 | : Indian Stock Market Indices | 14 Hours |
| Stock Market Index – Meaning – Purpose and Consideration in developing index –Methods (Weighted Aggregate Value method, Weighted Average of Price Relatives method, Free Float method) – BSE Sensex – Scrip selection criteria – Construction – BSE Investment Strategy Indices – BSE Thematic Indices – BSE Sectoral Indices - NSE indices – S&P CNX Nifty – Scrip selection criteria – Construction | | |
| Pedagogy | :Lectures/ Class room Discussions/Assignments/Seminar/ Presentations/Mock Trading in stock markets/ICT enabled teaching methods/Flip Classroom | |
| Reference/Readings | <ol style="list-style-type: none"> 1. Donald E. Fischer and Ronald J. Jordan: Security Analysis and Portfolio Management, Pearson. 2016 2. Punithavathy Pandian, Security Analysis and Portfolio Management, Vikas Publishing House Pvt. Ltd.2015 3. Avadhani, Investment and Securities Market in India, Himalaya Publishing House.2016 4. Gopalsamy N., Capital Market, Delhi Macmillan India Ltd., 2007 5. Bailey, Roy E., The Economics of Financial Markets, New York, Cambridge University Press, 2009 <p>Reference Websites:</p> <ol style="list-style-type: none"> 1. www.bseindia.com 2. www.nseindia.com 3. www.moneycontrol.com 4. www.sebi.gov.in | |
| Course Outcome | <p>After completion of this course the students will</p> <p>CO1: Understand about the Securities Markets in India, its functions, intermediaries and instruments.</p> <p>CO2: Understand the segments of Indian capital markets and regulatory framework for the same.</p> <p>CO3: Experiment mock trading.</p> <p>CO4: Learn to calculate Stock Market Indices.</p> | |