

**SYLLABUS FOR M. COM. PART-II (w. e. from June, 2020)**  
**Academic Year 2020-2021**

**Class : M. Com. Part II (Semester- IV)**  
**Paper Code : COMCMFS 5401**  
**Title of Paper : Capital Market & Financial Services**  
**Credit : 04**

**No. of lectures: 48**

**A. Learning Objectives:**

- 1) To enable students to acquire sound knowledge, concept and structure of capital market and financial services provided in those markets.
- 2) To expose the students about types of markets and financial services.

**A. Learning Outcome:**

This will help the students to get in-depth knowledge about Capital Markets and Financial services. Students will understand the characteristics of different financial assets such as money market instruments, bonds, stocks and how to buy and sell these assets in Capital Markets.

**TOPICS/CONTENTS**

**UNIT 1: CAPITAL MARKET: (12L)**

- 1.1. Meaning, Functions, Structure, Characteristics
- 1.2. Participants of capital market
- 1.3. Capital market instruments, Equity share, Preferences shares, Debenture, Bonds –
- 1.4. Innovative debt instruments - Forward contracts, Futures contract - Options contract,
- 1.5. Recent trends in Indian capital market.

**UNIT 2: STOCK MARKET (12L)**

- 2.1. **Stock exchange:** organization-membership-governing body - Bombay stock exchange, National Stock Exchange and Over the Counter Exchange of India (OTECEI)
- 2.2. **Primary market** - Functions of primary market - issue mechanism, participants
- 2.3. **Secondary market** : Objectives, functions of secondary markets, stock broking, e-broking, depository system-functions and benefits stock market trading-derivatives trading

**UNIT 3: FINANCIAL SERVICES (12L)**

- 3.1. Merchant banking-meaning-functions and services rendered
- 3.2. Mutual funds: Meaning, functions-Types-Open and closed ended funds-income funds balanced fund, growth fund-index fund
- 3.3. Portfolio management-meaning and services
- 3.4. Credit rating-meaning and need, various credit rating agencies.
- 3.5. Foreign Direct Investment

## **UNIT 4: REGULATORY FRAMEWORK FOR FINANCIAL SERVICES**

**(12L)**

- 4.1. Role of RBI - Role of SEBI -Role of FEMA
- 4.2. Background, Establishment, functions, powers, achievements and Regulatory aspects
- 4.3. Provisions of Companies Act 2013
- 4.4. Ethical issues of Financial services
- 4.5. Recent changes & emerging trends

### **References:**

1. M.Y. Khan: Indian financial system-Tata Macgraw Hill Publishing Co. Ltd.
2. Frank J.Fabozzi & Franco Modigliani : Capital markets institutions and instruments – Prentice Hall of India, New Delhi
3. S. Suryanarayanan & V. varadarajan, SEBI Practice Manual, Taxman Allied Services Pvt Ltd., New Delhi – 110 002.
4. Fredric Mishkin and Stanley Eakins, Financial Markets and Institutions, Pearson Prentice Hall,Boston san Francisco, New York.
5. ICSI Study Material on Capital Market and Security Laws , Module 2, Print by Aarushi graphics, New Delhi.