

**Master of Business Administration
MBA Semester III
Financial Management Specialization**

FM-01: Financial Institutions & Markets

Marks: 100

Duration: 60 Hrs.

CREDITS: 4

Objectives: The objective of this course is to provide in in-depth insight to the students regarding structure, organization and working of financial institutions and markets in India.

Course Outcomes: The successful completion of this course shall enable the students to:

CO1: Understand the structure and functions of the Indian financial system.

CO2: Assess the role of various regulatory bodies in the development of Indian financial system.

CO3: Illustrate the functioning of financial markets in the development of Indian financial system.

CO4: Critically examine different functions of financial instruments and financial markets.

CO5: Evaluate the functioning of different financial institutions.

UNIT	CONTENT	HOURS
I	Structure of Financial system in India. Role of Financial System in Capital formulation and Economic Growth.	6
II	Regulatory bodies in the Financial System. Reserve Bank of India: - Organizations, Management and objectives of RBI, General Functions, Credit creation and Credit Control Functions. Monetary and Fiscal Policy. Securities and Exchange Board of India: - Management of SEBI, Powers and Functions of SEBI. Regulation, Guidelines and Schemes issued by SEBI. Regulation of Security market. Insurance Regulatory and Development Authority: - Mission statement of IRDA. Duties, Powers and Functions of IRDA. Operations of IRDA.	12
III	Financial Markets. Money Market: - Structure of Indian Money market, Functions of Money Market, Instruments of Money Market. Capital Market: - Structure of Indian Capital market, Functions of Capital market, Types of Capital market, Reforms in Capital market. Foreign Exchange Market: -Introduction, Evolution of Foreign Exchange Market in India. Structure of Foreign Exchange Market, Exchange Rate Management, Foreign Exchange Management Act. 1999.	12
IV	Financial Services: - Concept, natures and scope of Financial Services. Stock Exchange Operations: - Players in the Stock market, Trading in Stock Exchanges, Regulation on Trading, E-Trading and DEMAT Services, Benefits of Scripless Trading and Statement. Mutual Funds:- Introduction, Evaluation of Mutual Funds, Types of Mutual Funds, Advantages of Investing in Mutual Funds, Regulation and Supervision of Mutual Funds. Debt Securitization, Venture Capital and Credit Rating.	12
V	Financial Institutions Commercial Banks: - Meaning, Functions Management and Investment Policies of Commercial Banks, Recent trends in the Activities of Commercial Banks, Reforms in Banking Sector. Development Banks: - Meaning, Concept and Role of Development banking in Industrial Financing in India.	13

	Insurance Organizations: - Objectives and Role of Insurance Organizations, Investment Practices of Insurance Organizations, Reforms in Insurance Sector.	
	Group learning exercises involving discussion, role-play and presentation by students.	05
	TOTAL	60

Readings:

1. Pathak Bharti, "The Indian Financial System" Pearson.
2. Khan M Y, "Indian Financial System," Vikas Publishing House.
3. Bhole M K, "Financial Markets and Institutions," Tata McGraw Hill .
4. Srivastava R, M, "Management of Indian Financial Institutions".
5. Reserve Bank of India various Bulletins.

Pedagogy:

- ICT enabled Classroom teaching
- Case study
- Practical / live assignment
- Interactive classroom discussions
- Flipped classroom

Teaching Plan:

At the beginning of each semester faculty teaching the course will provide (i) Teaching Plan, (ii) updated reading list, and (iii) the list of case studies for uploading on Department website.

Facilitating the achievement of Course Learning Outcomes

Unit No.	Course Learning Outcomes	Teaching and Learning Activity	Assessment Tasks
I	Ability to understand the structure and functions of the Indian financial system.	Lecture/Video/ Case/ Presentation	Class participation, Presentation, Viva/ test, Analysis of Case Studies
II	Ability to assess the role of various regulatory bodies in the development of Indian financial system	Lecture/Video/ Case/ Presentation	Class participation, Presentation, Viva/ test, Analysis of Case Studies
III	Ability to illustrate the functioning of financial markets in the development of Indian financial system.	Lecture/Video/ Case/ Presentation	Class participation, Presentation, Viva/ test, Analysis of Case Studies
IV	Ability to critically examine different functions of financial instruments and financial markets.	Lecture/ Case/ Industry Expert interaction /Presentation	Class participation, Presentation, Viva/ test, Analysis of Case Studies
V	Ability to evaluate the functioning of different financial institutions.	Lecture/ Industry Expert interaction/ Presentation	Class participation, Presentation, Viva/ test, Analysis of Case Studies