



COURSE TITLE: INTRODUCTION TO INDIAN FINANCIAL SYSTEM
Course Code: FIBA304
Credit Units: 03

L	T	P/S	SW/F W	TOTAL CREDIT UNITS
3		-	-	3

Course Objectives: To acquaint the students with regard to structure, organization and working of financial system in India.

Pre-requisites: Candidates having basic knowledge of financial management

Student Learning Outcomes: On the completion of this course students will gain an insight into the current state of the Indian financial system.

Course Contents/Syllabus:

	Weightage (%)
Module I: Introduction to Indian Financial System	15
Descriptors/Topics <ul style="list-style-type: none">• Components Functions and Role of financial system,• Nature and overview of Indian Financial System.	
Module II: Financial Markets (Capital Market)	25
Descriptors/Topics <ul style="list-style-type: none">• Capital market:• Primary market - meaning, role, intermediaries, activities and procedures. : Issue of Corporate Securities: Public Issue through Prospectus, Green shoe option, Offer for sale, Private Placement, Rights Issue, On-Line IPO, Book Building of Shares.• Secondary market- meaning, role, intermediaries, short selling and Introduction to Stock Markets, Regional and Modern Stock Exchanges, International Stock Exchanges.	
Module III: Financial Markets (Money and Government Securities market)	15

Descriptors/Topics <ul style="list-style-type: none"> • Money market – meaning, organisation, functions and RBI. • Government securities market. • SEBI: Objectives and Functions. 	
Module IV: Merchant banking	
Descriptors/Topics <ul style="list-style-type: none"> • Overview of financial services industry. • Merchant banking – pre and post issue management, 	
Module V : Financial Intermediaries	15
Descriptors/Topics <ul style="list-style-type: none"> • Introduction- Prudential norms relating to Credit/ Advance and Investment Portfolios of Banks. • Management of Non-performing assets. 	
Module VI: Non-Banking Financial Companies	15
Descriptors/Topics <ul style="list-style-type: none"> • Introduction-RBI Act Framework. • RBI NBFC's Acceptances of Public Deposits Directions. • Asset Liability Management system. 	
Module VII: Private Foreign Capital	
Descriptors/Topics <ul style="list-style-type: none"> • Introduction-Foreign Direct Investment. • Direct Investment by Residents in joint Ventures and Wholly owned subsidiaries Abroad, • Foreign Institutional Investors Investment, 	15

Pedagogy for Course Delivery: Tutorials, Interactive sessions, Case studies, Field visits, Management games, Extensive research projects, Seminars, Weekend experience in companies - the course is covered by adopting a combination of lecture methods, class presentation by groups of students, self study sessions. Each student is required to do the back ground reading from the specified chapters of the prescribed book before coming to class. Cases are also to be analyzed, discussed in groups (teams) outside the class as preparatory work.

Lab/ Practicals details, if applicable: Introduction to on line markets.

List of Experiments: Visit to Financial Intermediary offices.

Assessment/ Examination Scheme:

Theory L/T (%)	Lab/Practical/Studio (%)	End Term Examination
100		70

Theory Assessment (L&T):

Continuous Assessment/Internal Assessment					End Term Examination
Components (Drop down)	Class Test	Viva	Assignment	Case Study	End Term Exam
Weightage (%)	10	0	10	5	70

Lab/ Practical/ Studio Assessment:

	Continuous Assessment/Internal Assessment				End Term Examination		
Components (Drop down)							
Weightage (%)							

Text & References:

Text:

- Khan, M.Y. Indian Financial System, Tata McGraw Hill, Delhi.

References:

- Varshney, P.N.: Indian Financial System, Sultan Chand& Sons, New Delhi.
- Nayak, Indian Financial System.
- Pathak, Indian Financial System.

- Shahani, Rakesh (2011). Financial Markets in India : A Research Initiative. Anamica Publications
- Goel, Sandeep. (2012). Financial services. PHI.
- Gurusamy,S. (2010). Financial Services. TMH.
- www.allbankingsolutions.com
- The study material available from RBI, various stock exchanges, Market regulators and Govt. agencies.

Important Websites

- (a) www.sebi.gov.in
- (b) www.rbi.org.in
- (c) www.finmin.nic.in
- (d) www.dipp.nic.in
- (e) www.mca.gov.in
- (f) www.incometaxindia.gov.in
- (g) www.indiataxes.com

Any other Study Material:

- **Economic Times**
- **Mint**
- **Business Standard**