

Gujarat University

B. Com Semester: 4

Course Code: ~~203~~ DSC-M-244 (IPS)

IFS Course Title: Indian Financial System

Credits: 4

Course Category: Minor

Syllabus

1. Overview (a) Components of the Indian Financial System, Functions of financial system, Nature and role of financial institutions and markets.

(b) Financial Regulation: Objectives, powers, functions and role of Reserve bank of India, Security Exchange Board of India, Insurance Regulatory Development Authority and International Financial Services Centres Authority.

2 Financial Markets: (a) Money Market: Meaning, functions and benefits of money market. Money market instruments-Treasury Bills, Commercial Bills, Certificates of Deposits and Call/Notice Money Market. Interest rates, CRR, SLR, Repo, Reverse Repo, Tri-Party Repo as tools for managing liquidity in money market.

(b) Capital market: Meaning, Types and Functions of Capital Market. (i) Primary Market: Meaning, Types of primary issues-Public- IPO and FPO, Rights Issue and Private placement, Issue Mechanism. (ii) Secondary market: Functions, Stock exchanges in India, trading and settlement, circuit breakers, stock market index, and dematerialization of shares.

(c) Debt Market: Government Securities Market and Corporate debt Market: Meaning and Importance, Difference between money market, debt market and capital market, Retailing of Government securities

3.(a) Financial Instruments: Floating rate bonds, Zero coupon Bonds, Differential Shares, Municipal Bonds, Green Bonds.

(b) Financial Services: Credit Rating: meaning, importance and symbols, investment banking, housing finance.

4.(a) Financial Institutions: Banking Services: Meaning and Functions, Types of Banks: Commercial, Cooperative, RRBs, Small Finance Banks and Payment Banks, Asset Quality of Banks, and NBFCs.

(b) Mutual Funds: Meaning, mutual fund concepts, types of mutual fund schemes and how to invest in mutual funds.

(c) Insurance: Role of insurance in economic growth, Principles of insurance, Insurance Intermediaries and Types of Insurance: General, Health, and Life- Meaning, importance and types.

Pre-requisite – Student should have primary understanding of the financial system.

Co-requisite- Financial markets, institutions and services

Mode of Evaluation: Evaluation will be divided in two parts.

Assessment Tools: Following Assignments (Any-one) can be given to the students for the purpose of internal assessment. • Presentation • Symposium • Case Study • Project • Research Paper Course

Objectives: • To make the student aware of the Financial System of India . • To make the student understand various concepts related to Primary and Secondary Market. • To make students conversant with India financial system

Course Outcome

Course Outcomes: On successful completion of the course the learner will be able to

CO.1 REMEMBERING- Basic recall of financial terms, institutions, and regulations in India Recognizing the functions of different financial institutions like RBI, SEBI, etc

CO.2 UNDERSTANDING- Comprehending the roles and functions of various financial institutions in India Understanding the basic principles of financial markets such as equity, debt, commodity, and currency markets

CO.3 APPLYING- Implementing financial strategies for personal or organizational financial management

CO.4 ANALYSING-Evaluating the performance of financial institutions and markets in India Critically assessing the risks associated with various financial instruments FBLD (Flip Blended Learning Design Template)

• Any One Unit from the above syllabus can be discussed by the faculty through online mode.

• Online mode can be SWAYAM MOOC Course or any other suggested by the UGC or Gujarat University. Taxonomy College can appoint any one of the Taxonomies as per their convenience.

Blooms Taxonomy – Revised 2. SOLO Taxonomy 3. Finks Taxonomy 4. 6Facets Taxonomy

MOOC Courses https://onlinecourses.swayam2.ac.in/cec25_mg11/preview
https://onlinecourses.swayam2.ac.in/cec25_hs71/preview

SUGGESTED READINGS (1) Pathak Bharati (2024-Sixth Edition): The Indian Financial System, Pearson Education

(2) M Y Khan (2007): Indian Financial System, The McGraw - Hill Companies