

Course Code	MB18204	Course Name	INDIAN FINANCIAL SYSTEM AND FINANCIAL MARKETS	Course Category	Foundation Course	L	T	P	C
						2	0	2	3

Pre-requisite Courses	Co-requisite Courses	Progressive Courses
Course Offering Department	School of Management	Data Book / Codes/Standards

Course Learning Rationale (CLR):	The purpose of learning this course is to:
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CLR-1:	Indian Financial System, structure and recent developments
CLR-2:	Basic insights of Indian Banking System
CLR-3:	Understanding securities market and the trading system
CLR-4:	Foreign Exchange Market
CLR-5:	Derivatives Market
CLR-6:	Financial System and its impact

On completion of this course the students should be in a position to exhibit the following learning skills

Course Learning Outcomes (CLO):	At the end of this course, learners will be able to:
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CLO-1:	To understand Indian Financial System and the latest trends	60	50
CLO-2:	To enable the basic insights of Indian Banking System and the related acts	50	70
CLO-3:	To learn the types of securities market and the trading system	80	75
CLO-4:	To Study the effect of exchange rates in foreign trade and hedging tools	80	70
CLO-5:	To analyse the importance of derivatives and its position in India	90	80
CLO-6:	To examine a financial system and its impact on an economy	90	80

#### Learning

	1	2	3
Level of Thinking (Bloom)			
Expected Proficiency (%)			
Expected Attainment (%)			

#### Program Learning Outcomes (PLO)

1	2	3	4	5	6	7	8	9	10	11	12
Effective communication skills	Initiate critical thinking	Resources analysis for organisations	Familiarize organisations and its stakeholders	Integrate functional knowledge with strategic skills	Comprehend effectively in globalized environment	Practice business ethics with integrity	Enhance careers and commitment	Instigate entrepreneurial drive	Application of multidisciplinary knowledge comprising of finance, operations, system, marketing and human resources management to integrate business projects	Usage of business metrics to evaluate business projects to develop growth strategies	Authorize the students to innovate and execute the business idea during the challenging business situation
H	H	M	M	H	M	L	H	M	M	M	L
H	H	L	M	H	L	L	H	L	M	L	L
H	H	M	M	H	M	M	H	M	M	M	M
H	H	L	M	H	L	M	H	L	M	L	M
H	H	H	M	M	H	M	M	H	M	H	M
H	H	M	H	H	M	H	H	M	H	M	H

Unit	1	2	3	4	5
Duration (hour)	9	9	9	9	9
S-1	SLO-1: Introduction to Financial System	Overview of Indian Banking System	Financial Market – Segments – Types	Foreign Exchange Markets	Derivatives – Definition – Types
	SLO-2: Overview of Indian Financial system	Modern day banking	Participants in financial Market		Forward Contracts – Futures Contracts
S-2	SLO-1: Financial Institutions	Functions of banks	Regulatory Environment	Spot Prices and Forward Prices	Options – Swaps
	SLO-2:		Primary Market – Methods of floating new issues, Book building		
S-3	SLO-1: Financial Instruments	Key Acts governing the functioning of Indian banking system- RBI Act 1934	Role of primary market	Factors influencing Exchange rates	Differences between Cash and Future Markets
	SLO-2:	Role of RBI	Regulation of primary market		

*[Handwritten signature and date 20/11/2020]*

S-4	SLO-1	Financial markets	Banking Regulations Act 1948	Stock exchanges in India – BSE, OTCEI, NSE, ISE	The effects of Exchange rates in Foreign Trade	Types of Traders
	SLO-2			Regulations of stock exchanges		
S-5	SLO-1	Financial Services	Negotiable Instruments Act 1881	Trading system in stock exchanges	Tools for hedging against Exchange rate variations	OTC and Exchange Traded Securities
	SLO-2					
S-6	SLO-1	Indian economy at a glance	Banking reforms	Systematic risk	Forward, Futures and Currency options	Types of Settlement
	SLO-2			Unsystematic risk		
S-7	SLO-1	Financial Sector reforms	Role of Banks in Indian Financial system	SEBI	FEMA	Uses and Advantages of Derivatives
	SLO-2			Role of SEBI		
S-8	SLO-1	Digitalization in Financial system – pros and cons	Other Financial Institutions	Money market	Determination of Foreign Exchange rate	Risks in Derivatives
	SLO-2					
S-9	SLO-1	Recent Developments and Challenges ahead	Other services by banks	Debt market	Forecasting	Derivatives market in India
	SLO-2					

Learning Resources	1. Padmalatha Suresh and Justin Paul, —Management of Banking and Financial Services, Pearson, Delhi, 2016	1. Banking Theory and Practice, K C Shekhar and Lekshmy Shekhar, Vikas 20 <sup>th</sup> edition 2. International Financial Management, V K Bhalla, S. Chand, First edition 2014
	2. Prasannachandra, Investment analysis and Portfolio Management, Tata McGraw Hill, 4th edition 2012. 3. Keith Redhead, 'Financial Derivatives – An Introduction to Futures, Forwards, Options and SWAPS', – PHI Learning, 2011. 4. Jeff Madura, International Corporate Finance, Cengage Learning, 9th Edition, 2011. 5. M.Y Khan, Indian Financial System, Tata McGraw Hill, 6th Edition, 2011	

Learning Assessment											
	Bloom's Level of Thinking	Continuous Learning Assessment (50% weightage)								Final Examination (50% weightage)	
		CLA – 1 (10%)		CLA – 2 (15%)		CLA – 3 (15%)		CLA – 4 (10%)#			
		Theory	Practice	Theory	Practice	Theory	Practice	Theory	Practice	Theory	Practice
Level 1	Remember	15	15	20	20	15	15	15	15	15	15
Level 2	Understand	20	20	15	15	15	15	20	20	20	20
	Apply	15	15	15	15	20	20	15	15	15	15
Level 3	Analyze	20	20	15	15	15	15	20	20	20	20
	Evaluate	15	15	15	15	20	20	15	15	15	15
	Create	15	15	15	15	20	20	15	15	15	15
	Total	100 %		100 %		100 %		100 %		100 %	

# CLA – 4 can be from any combination of these: Assignments, Seminars, Tech Talks, Mini-Projects, Case-Studies, Self-Study, MOOCs, Certifications, Conf. Paper etc.,

Course Designers		
Experts from Industry	Experts from Higher Technical Institutions	Internal Experts
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