## INDIAN INSTITUTE OF INFORMATION TECHNOLOGY DESIGN AND MANUFACTURING (IIITDM) KANCHEEPURAM

## **INTRODUCTION OF NEW COURSE**

Course Title	FINANCIAL INSTITUTIONS AND MARKETS	Course No	MAN503			
Specialization	ALL	Structure (LTPC)	3	0	0	3
To be offered for	UG / PG	Status	Core		Elective	
Faculty Proposing the course	N.A.	Туре	New		Modificati	ion 🔲
Date of DAC	N.A.	Members Present in DAC	N.A.			
Pre-requisite	None	Submitted for approval	40 <sup>th</sup> Senate			
Learning Objectives	<ul> <li>This course will provide an understanding of the functions, and operations of the financial markets and institutions operating in India. It explains the role of financial system on economic development.</li> </ul>					
Learning Outcomes	<ul> <li>Various conceptual issues related to risk and return, the role of regulatory bodies, mechanism of commercial banking, operations of insurance companies and mutual funds are discussed elaborately.</li> <li>It also describes the importance of small savings, provident funds, pension funds and credit rating agencies.</li> </ul>					
Contents of the course (With approximate break-up of hours)	Introduction to Financial System and Economic Development Indicators of Financial Development Concepts Related to Financial Markets and Institutions - Concept of Risk, Concept and types of return and yield, Asset Pricing Models, Valuation of Assets (6) Theories of Level and Structure of Interest Rates; Financial Regulations and Regulatory Institutions in India (RBI,SEBI,IRDA,PFRDA), Operating Procedures of Monetary Policy, Corporate Governance and SEBI (6) Commercial Banking - Role of Banks, Banks' Financial Statement, Banks' Computation, International Banking, NPA, Risk Management in Banking (3) Other Important Financial Institutions -Provident Fund, Pension Fund, Insurance Companies) Mutual Fund, Credit Rating Agencies, Merchant Bank, Venture Capital Funds (3) Money Markets in India (Call Money Market, Treasury Bill, Commercial Paper, Certicate of Deposit) Bond Market - Bond Features, Bond Price Volatility, Government Security Market, Corporate Bond Market, Public Sector Undertaking Bonds (9) Classification of Stock Market and Securities - IPO, Stock Exchanges, Stock Market Indices, Market Micro-Structure in Stock Market (3) Derivatives Market - Types of Derivatives, Important Concepts used in Derivatives Market, Pricing of Futures, Options and Swaps (6) Foreign Exchange Market - Foreign Exchange Market Structure, Risk Management in Foreign Exchange Market, Exchange Rate Determination, Foreign Capital - FDI & FII, Central Bank Intervention in Foreign Exchange Market (6)					
Reference	https://nptel.ac.in/noc/individual_course.php?id=noc19-mg05					