Course-20 A: STOCK MARKETS

(Skill Enhancement Course (Elective), 4 Credits) Max Marks: 100

I. Learning Outcomes:

By the completion of the course, the students will be able to

- 1. Expose to theory and functions of the Share Market in Financial Sector as job careers
- 2. Study the functioning of capital markets and create awareness among the public
- 3. Acquire knowledge on operations of Share Market and Research skills
- 4. Involve in activities of Mutual Funds and stock market firms
- 5. Enhance their skills by practicing in preparation of accounting statements

UNIT 1: Introduction, Nature, Scope and basics of stock market

Introduction of Investments-Need of Investment-Short and Long Term investment- Money market Vs Capital Market-Primary Market-Secondary Market-Depositories-Buy Back Shares-Forward Contract and Future Contract- Types of Investors- Speculators, Hedgers, Arbitragers.

UNIT 2: Capital Markets

Definition-Participants of Capital Market Participants-Primary Market issues of Equity Shares and Preference Shares and Debentures its types Mutual Funds –Secondary Market-/Stock Exchange-National Stock Exchange of India-Over the Counter Exchange of India –Qualified Individual/Institutional Buyers -Under writers.

UNIT 3. - Financial Intermediaries

Depositories- -Buy Back of Shares-- Forward Contract and Future Contract- differences – Participants in Future Contract- Clearing of Mechanism.

UNIT 4. Stock Indices

Index and its types-SENSEX- Calculation Methodology-Types of Clearing Members.

UNIT 5. –Regulatory Mechanism

Security and Exchange Board of India (SEBI)-Powers, functions,-Over The Counter Exchange (OTCE) of India-Functions and Mechanism.

II. References:

- 1. I.M.Pandey. ,Financial Management, Vikas Publishing House
- 2. Prasanna Chandra, Fincial Management TaTa Mc Graw Hill
- 3. Bhole.L.M. Financial Markets and Institutions, Tata McGraw Hill Publishing House
- 4. Khan MY, Jain PK, Financial Management, Tata McGraw Hill
- 5. Kishore Ravi.M., Financial Management, Taxman Publication
- 6. Web resources suggested by the Teacher concerned and the College Librarian including reading material

IV Co-Curricular Activities:

- **A.** Mandatory (student training by teacher in real time field skills: 10 hours):
 - 1. For Teachers: Training of students by the teacher(using actual field material) in classroom and field for not less than 10 hours on techniques in valuation of shares of selected companies, preparation of documents, identification of local individuals / institutions who are involved in share markets. Listing out Local Money Market institutions, Identifying the investors and their experience in operational activities
 - 2. For Students: Students shall individually study the work of stock market professionals and agencies and make observations. Their observations shall be written as the Fieldwork/Project work Report in the given format not exceeding 10 pages and submit to the teacher.

Analysis of various companies Financial Statements and interpretations

- **3.** Max marks for Fieldwork/Project work Report: 05.
- **4.** Suggested Format for Fieldwork/Project work (not more than 10 pages): Title page, student details, contents, objectives, step-wise work done, findings, conclusions and acknowledgements.
- 5. Unit tests (IE).

B. Suggested Co-Curricular Activities

- 1. Training of students by a related field expert.
- 2. Assignments (including technical assignments like identifying the investors and their activities in share markets
- 3. Seminars, Conferences, discussions by inviting concerned institutions
- 4. Visits to local Investment Institutions, offices,
- 5. Invited lectures and presentations on related topics by field experts.