

GAUHATI UNIVERSITY
Centre for Distance and Online Education

COM-1056

MASTER OF COMMERCE

First Semester

(Under CBCS)

Paper: COM 1056

FINANCIAL MARKETS AND INSTITUTIONS



CONTENTS:

BLOCK 1: FINANCIAL SYSTEM

BLOCK 2: FINANCIAL MARKETS

BLOCK 3: CAPITAL MARKET

BLOCK 4: MONEY AND COMMERCIAL BANKS

BLOCK 5: FINANCIAL INSTITUTIONS AND SERVICE

SLM Development Team:

Head, Department of Commerce, G.U.

Programme Co-Ordinator, M.Com., GUCDOE

Prof. S. K. Mahapatra, Department of Commerce, G.U.

Prof. Prashanta Sharma, Department of Commerce, G.U.

Mr. Rajen Chetry, Assistant Professor, GUCDOE

Course Coordination:

Dr. Debahari Talukdar Director, GUCDOE

Dr. Tilak Ch. Das Programme Coordinator, M.Com, GUCDOE & Assistant Professor, Dept. of Commerce, G.U.

Mr. Rajen Chetry Assistant Professor, GUCDOE

Dipankar Saikia Editor SLM, GUCDOE

Contributors:

Dr. Arabinda Debnath Block I (Unit-1 & 4)
Associate Professor, Bodoland University

Dr. Runumoni Lahkar Das Block I (Unit-2)
Assistant Professor, KC Das Commerce College

Angshuman Sharma Block I (Unit-3)
Assistant Professor, Arya Vidyapeeth College

Dr. Dipankar Malakar Block II
Assistant Professor, KKHSOU

Dr. Rohit Bhattacharjee Block III (Unit-1 & 2)
Asst. Professor, KC Das Commerce College

Dr. Amrit Paul Block III (Unit-3 & 4)
Assistant Professor, B.H College

Dipankar Hazarika Block III (Unit-5)
Assistant Professor, KC Das Commerce College

Dr. Kishore Krishna Das Block IV (Unit-1 & 2)
Assistant Professor, Commerce College, Kokrajhar

Mr. Subung Mochahari Block IV (Unit-3)
Assistant Professor, Haflong Govt. College

Ms. Pallavi Kakati Block IV (Unit-4 & 5)
Assistant Professor, KC Das Commerce College

Dr. Siddharth Nayan Sharma Block V (Unit-1)
Assistant Professor, SBMS College

Madhurjya Patir Block V (Unit-2)
Assistant Professor, SBMS College

Mr. Lakshyajit Shyam Block V (Unit-3)
Assistant Professor, Lakhimpur Commerce College

Content Editing:

Mr. Rajen Chetry Assistant Professor in Commerce
GUCDOE

Format Editing:

Mr. Rajen Chetry Assistant Professor, GUCDOE
Mr. Kiran Tanti Assistant Professor, GUCDOE

Cover Page Design & Type Setting:

Bhaskar Jyoti Goswami GUCDOE
Nishanta Das GUCDOE

ISBN: 978-81-964942-9-2

March, 2024

© Copyright by GUCDOE. All rights reserved. No part of this work may be reproduced, stored in a retrieval system, or transmitted, in any form or by any means, electronic, mechanical, photocopying, or otherwise.
Published on behalf of Gauhati University Centre for Distance and Online Education by the Director, and printed at Gauhati University Press, Guwahati-781014.

CONTENTS:

Block I: Financial System

(Page: 5 to 58)

- Unit 1 : Concept and Functions of a Financial System
- Unit 2 : Component of Financial system- Financial Markets, Financial Instruments, Financial Institutions and Financial Services
- Unit 3 : Financial Development and Economic Development, Flow of Funds Accounts, Indicators of Financial Development
- Unit 4 : Reforms in the Indian Financial System

Block II: Financial Markets

(Page: 59 to 118)

- Unit 1 : Financial Markets
- Unit 2 : Structure of Money Market; Money Market and Reserve Bank of India
- Unit 3 : Types of Money Market Instruments

Block III: Capital Market

(Page: 119 to 190)

- Unit 1 : Capital Market- Its Nature, Scope and Functions
- Unit 2 : Types of Capital Market, Equity Market, Debt Market, IPOs and Private Placement
- Unit 3 : Capital Market Reforms
- Unit 4 : Secondary Market- Stock Exchanges, their Functions, Trading Mechanism
- Unit 5 : Security Depositories and Its Benefits- NSDL and CDSL

Block IV: Money And Commercial Banks

(Page: 191 to 294)

- Unit 1 : Meaning and Function of Money
- Unit 2 : Credit Creation
- Unit 3 : Types of Banks and Banking System, Structure of Commercial Banks in India
- Unit 4 : Recent Developments in Banking Operations: E-Banking, Core Banking Services, Electronic Fund Transfer, RTGS and NEFT
- Unit 5 : Central Bank and its Functions – Reserve Bank of India

Block V: Financial Institutions and Service

(Page: 295 to 348)

- Unit 1 : Financial Institutions/Intermediaries-Banking and Non Banking Financial Institutions and their Service and Products
- Unit 2 : Financial Services
- Unit 3 : Regulating Framework for Financial System and Its Importance