# UNIVERSITY OF MADRAS

## B.COM. DEGREE PROGRAMME IN CORPORATE SECRETARYSHIP

SYLLABUS WITH EFFECT FROM 2023-2024

**THIRD YEAR – SEMESTER - VI**

**DISCIPLINE SPECIFIC ELECTIVE – 7 / 8:**

**SECURITIES LAW & REGULATION OF FINANCIAL MARKETS**

| Subject Code | L | T | P | S | Credits | Inst. Hours | Marks | | |
|---|---|---|---|---|---|---|---|---|---|
| | | | | | | | CIA | External | Total |
| 318E6C | 5 | | | | 3 | 5 | 25 | 75 | 100 |

**Learning Objectives**

| | |
|---|---|
| **LO1** | To acquire knowledge on primary /new issue market, secondary market, SEBI guidelines for new issue market and investors protection on it. |
| **LO2** | To understand the functioning of stock exchange and related procedures |
| **LO3** | To learn the Mechanism of stock exchange trading |
| **LO4** | To gain knowledge about the various financial instruments |
| **LO5** | To introduce the concept of credit rating and agencies |

**Prerequisites: Should have studied Commerce in XII Std**

| Unit | Contents | No. of Hours |
|---|---|---|
| I | **Primary Market/ New Issue Market**<br>Meaning- Functions Of New Issue Market- Methods Of Floating New Issues- Players Involved In The New Issue Market (Merchant Bankers- Underwriters- Brokers- Registrar- Lead Managers & Banks)- SEBI Guidelines Relating To The Functioning Of The New Issue Market, Disclosure & Investor Protection. | **15** |
| II | **Secondary Market Stock Exchange**<br>Stock Exchanges – Meaning, Functions, Importance – Types of Brokers- Listing of Securities in Indian Stock Exchange- NSE – BSE – OTCEI – SEBI Guidelines Relating to Listing of Securities. | **15** |

| | | |
|---|---|---|
| III | **Mechanism Of Stock Market Trading**<br>Mechanism Of Stock Market Trading- Screen Based Trading and Internet Based Trading – Demat Trading And Role Of Depositories-Market Derivatives, Advantages And Its Types – Futures, Hedge Fund, Forward Options & Swaps.Market Indexes- SENSEX, NIFTY& CNX NIFTY(Basics) | **15** |
| IV | **Financial Instruments in New Issue and Secondary Market**<br>Treasury bills – commercial bills- certificate of deposits – equity shares- preference shares- sweat equity shares- debentures-American depository receipts- global depository receipts- exchange traded notes – mutual funds. | **15** |
| V | **Credit Rating Agency**<br>Meaning- Functions- Credit Rating in India – Credit Rating Agencies in India- CRISIL& CARE | **15** |
| | **TOTAL** | **75** |

| **Course Outcomes** | |
|---|---|
| **CO1** | Understand the basic knowledge of SEBI guidelines for new issuemarket and investor protection on it. |
| **CO2** | Explain the role of stock market and the various role played by itsintermediaries |
| **CO3** | Demonstrate the functions of stock exchange, mechanics, typesand also listing of securities, demat etc |
| **CO4** | Exhibit the difference between various financial instruments |
| **CO5** | Explain and demonstrate the procedure followed by credit ratingagencies & interpret the same |

| **Textbooks** | |
|---|---|
| 1 | Dr.L.Natrajan – Securities Laws & Market Operations, Margham Pub. Chennai |
| 2 | K.Natrajan, E.Gordon – Financial Market & Services, Himalaya Publishing House,Mumbai. |
| 3 | S.Gurusamy – Securities Laws & Market Operations, Vijay Nichole Prints, Chennai. |

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|---|---|
| 4 | Gupta L C – Stock Exchange Trading in India, Society for Capital Market Researchand Development, Delhi. |
| 5 | Saunders, Financial Markets and Institutions, 3rd edition, Tata McGraw Hill. |
| **Reference Books** | |
| 1 | Machi Raju H.R – Working of Stock Exchange in India, New Age International. |
| 2 | Chandrate K.R; et al: Capital Issue, SEBI & Listing; Bharat Publishing House. |
| 3 | V.K.Bhaliya – Financial Derivatives – Risk Management, Sultan Chand Ltd, New |
| 4 | M.Y.Khan, Financial Services, Tata McGraw Hill, Noida. |
| 5 | E. Gordon and K. Natarajan, Financial Market and Services, Himalaya Publishing House, Mumbai. |
| **NOTE: Latest Edition of Textbooks May be Used** | |
| **Web Resources** | |
| 1 | http://corporatefinanceinstitute.com |
| 2 | https://www.investopedia.com/terms/s/scm.asp |
| 3 | www.bseindia.com |

**MAPPING WITH PROGRAMME OUTCOMES**
**AND PROGRAMME SPECIFIC OUTCOMES**

| | PO1 | PO2 | PO3 | PO4 | PO5 | PO6 | PO7 | PO8 | PSO1 | PSO2 | PSO3 |
|---|---|---|---|---|---|---|---|---|---|---|---|
| **CO1** | 3 | 3 | 3 | 2 | 3 | 2 | 3 | 3 | 3 | 2 | 2 |
| **CO2** | 3 | 2 | 2 | 3 | 2 | 2 | 2 | 2 | 3 | 2 | 3 |
| **CO3** | 3 | 3 | 3 | 2 | 3 | 2 | 3 | 3 | 3 | 2 | 2 |
| **CO4** | 3 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 3 | 2 | 2 |
| **CO5** | 3 | 3 | 3 | 3 | 3 | 2 | 3 | 3 | 3 | 2 | 3 |
| **TOTAL** | 15 | 13 | 13 | 12 | 13 | 10 | 13 | 13 | 15 | 10 | 12 |
| **AVERAGE** | 3 | 2.6 | 2.6 | 2.4 | 2.6 | 2 | 2.6 | 2.6 | 3 | 2 | 2.4 |

**3 – Strong, 2- Medium, 1- Low**