

## **Rajagiri College of Social Sciences (Autonomous)**

### **Department of Commerce**

#### **FINMARK- THE FUNDAMENTALS OF CAPITAL MARKETS**

#### **MODULE**

Finmark is a leading financial market training and Financial Literacy Company. The Fundamentals of the Capital Markets (FCM) is a program offered by Finmark to the students of Rajagiri College of Social Sciences (Autonomous). The course aims at the graduate students to fast tracks them in understanding the nature and use of the Capital Markets and the various products traded in the Capital Markets. Increasingly, all employers are expecting students to be conversant with Capital Market concepts irrespective of the stream of specialization and thus this course enables the students of Rajagiri College to become competent.

<b>Offered to</b>	BCOM
<b>Offered during</b>	Fourth semester
<b>Course Period</b>	January 7 <sup>th</sup> to February 15 <sup>th</sup> 2019
<b>Total contact hours</b>	30 hours

#### **Objectives:**

- Students gain a sound understanding of the need for capital markets.
- They understand the concepts of Risk and Reward.
- They gain knowledge of the different products which are traded in capital markets.
- They will understand the various asset classes and its risk vs reward.
- They learn about the derivative market and the various derivative products.
- Students gain understanding of the various financial statements and Ratio's from a company valuation.

Day	Syllabus Covered
Day 1 to Day 5	Trading/ Introduction/ Neat System Market Types – Normal Market, Odd Lot Market, Retail Debt Market, Auction Market /Corporate Hierarchy /Local Database/ Market Phases - Opening, Open Phase, Market Close, Surcon/ Logging on/ Log Off/Exit from the Application/ Neat Screen/ Invoking An Inquiry Screen - Market Watch, Security Descriptor, Market by Price, Previous Trades, Outstanding Orders, Activity Log, Order Status, Snap Quote, Market Movement, Market Inquiry, Auction Inquiry, Security/Portfolio List, Multiple Index Broadcast and Graph, Online Backup, Basket trading, Buy Back Trades, Supplementary Functions
Day 6 to Day 10	Order Management - Entering Orders, Order Modification, Order Cancellation, Order Matching/ Trade Management – Trade Modification, Trade Cancellation Auction - Entering Auction Orders, Auction Order Modification, Auction Order Cancellation, Auction Order Matching/ Limited Physical Market/ Retail Debt Market (RDM)/ Trading Information Downloaded to Members/ Internet Broking/ Wireless Application Protocol
Day 11 to Day 15	Clearing and Settlement/ Introduction / Transaction Cycle, Settlement Process Settlement Agencies/ Risks in Settlement/ Settlement Cycle Securities Settlement/ Funds Settlement Shortages Handling/ Risk Containment Measures – Capital Adequacy Requirements, Margins, Settlement Guarantee, No-Delivery Period
Day 16 to Day 20	International Securities Identification Number Dematerialization and Electronic Transfer of Securities/ Investor Protection Fund Clearing Software – Reports /File Transfer Protocol Trading Membership : Stock Brokers – Introduction/ Membership in NSE Sub-Brokers: Broker-Clients Relations - Know Your Client, Unique Client Code, Margins from the Clients, Execution of Orders, Accumulation of Orders, Contract Note, Payments/Delivery of Securities to the Clients, Brokerage, Payment of Stamp Duty, Segregation of Bank Accounts

	Sub-Broker-Client Relations - Know Your Client, Orders, Purchase/Sale Note, Payments/Delivery of Securities, Sub-Brokerage/ Dispute, Arbitration and Appeal Code of advertisement
Day 21 to Day 25	Legal Framework / Securities Contracts (Regulation) Act, 1956/ Securities Contracts (Regulation) Rules, 1957/ Securities and Exchange Board of India Act, 1992/ SEBI (Stock Brokers & Sub-Brokers) Rules, 1992/ SEBI (Stock Brokers & Sub-Brokers) Regulations, 1992/ SEBI (Insider Trading) Regulations, 1992 SEBI (Prohibition of Fraudulent And Unfair Trade Practices Relating to Securities Markets) Regulations, 1995/ The Depositories Act, 1996/ Indian Contract Act, 1872 The Companies Act, 1956/ Public Debt Act, 1944/ Income Tax Act, 1961
Day 25 to Day 30	An Overview of the Indian Securities Market Introduction - Market Segments, Products and Participants A Profile - Dependence on Securities Market, Investor Population Primary Market/ Secondary Market/ Derivatives Market/Market Design - Primary Market, Secondary Market, Derivatives Market/Regulatory Framework Research in Securities Market/Testing and Certification

#### **Evaluation Procedure:**

Students will be awarded certificates from Finmark on successful completion of an online examination conducted by the NSE.

#### **Grading Structure:**

<b>Component</b>	<b>Marks</b>
Attendance	10
Class participation	20
Quiz	20
End of Course test	50
Total	100

#### **Anticipated Outcome:**

The value added course 'The Fundamentals of Capital Markets Module' is being offered to students with an anticipated outcome of making them understand the nature and use of the Capital Market instruments and its various products