



**NATIONAL LAW UNIVERSITY AND JUDICIAL ACADEMY, ASSAM**

**PROGRAMME: B.A.,LL.B. (HONS.) FYIC**

**DETAILS OF COURSE OFFERED**

**EVEN SEMESTER (VIII)— ACADEMIC YEAR .....**

<b>SL. NO</b>	<b>COURSE CODE</b>	<b>COURSE TITLE</b>	<b>L</b>	<b>T/P</b>	<b>CR</b>	<b>CH</b>
<b>1</b>	<b>805 BL SP III</b>	<b>FINANCIAL MARKET REGULATIONS AND INSTITUTIONS</b>	<b>4  PER WEEK</b>	<b>1  PER WEEK</b>	<b>4</b>	

- A. CODE AND TITLE OF THE COURSE: 805 BL SP III,  
FINANCIAL MARKET REGULATIONS AND INSTITUTIONS**
- B. COURSE CREDIT: 4 (TOTAL MARKS 200)**
- C. MEDIUM OF INSTRUCTION: ENGLISH**
- D. COURSE COMPILED BY: ANKUR MADHIA**
- E. COURSE EDITED BY: ANKUR MADHIA**
- F. COURSE INSTRUCTOR: ANKUR MADHIA**

## **1. COURSE OBJECTIVES:**

The course has been introduced understanding the basic facets and importance of functioning of financial markets in India. This law course strives to develop student's analytical skills and present the paper as a subject through which the student will understand and will gain insight of deregulation and globalization of financial markets. The best means to promote such objectives is to provide a classroom environment where the professor and students engage in a dialogue about assigned cases and hypothetical problems. The course would provide a comprehensive introduction to the functioning of financial markets in the present scenario. This course will equip the students with tools and technical apparatus necessary to analyze modern literature on financial markets and financial institutions

### **Course Objectives**

1. To discuss with students the financial system and economy of India
2. To familiarise students with the reforms in the financial system in India and development of Financial Institutions and Instruments.
3. To introduce to the students Foreign Capital Flows, FDI and NBFC's.
4. To make the students understand the importance of regulating and promoting institution like RBI, SEBI for the purpose of regulation in investment market.

## **2. TEACHING METHODOLOGY:**

The method adopted for teaching is mixed method including regular classroom teaching. The methodology not only comprise of traditional lecture method but also participatory teaching with discussion in the classroom. The students are informed in advance the topic for discussion and the topic of project / assignment they have to prepare. The students prepare their topics from the sources suggested to them. The students are also encouraged to do independent research on their respective assignments. In the classroom every student is required to present his/her topic and to have his/her doubt cleared through discussion. The teacher will be helping and guiding the students in their pursuits of legal learning. The teacher summarizes after the students have completed their discussion, and he clarifies the doubts, if any, and

answer their queries. Students will be encouraged to watch videos and updates related to the subject.

### 3. COURSE OUTCOMES

- A student will have an integrated understanding of various regulations and laws related to Financial system and economy of India
- At the end of the course the students will be able to understand and will be equipped with the knowledge and rationale behind laws and instruments relating to investment and finance.
- Also students will comprehend law on finance and the contractual aspects relating to it.

### 4. COURSE EVALUATION METHOD:

The course evaluation is divided into:

**Internal Assessment: 70% (140 Marks)**

**External Assessment: 30% (60 Marks)**

Sl. No.	Internal Assessment	
1.	Assignments (Written/ Presentation Mode)	40 Marks
2.	Seminar/Group Discussion	20 Marks
3.	Internal Examinations	70 Marks
4.	Attendance	10 Marks
5.	Semester End Examination	60 Marks

### 5. DETAILED STRUCTURE OF THE COURSE

#### MODULE I

##### Introduction to Financial System

Introduction of financial System- financial system and economy, Reforms in the financial system, Role of Indian financial system-structure of financial system, nature and role of financial system.

#### MODULE II

## **Financial Markets**

the place of financial markets in the economy-real assets and financial assets, money market, capital market, primary market, secondary market, government securities market, foreign exchange market, debt market, and derivative market.

## **MODULE III**

### **Development of Financial Institution and Instrument**

New financial instrument, evolution of development bank, changing role of development financial institution, banking and non-banking institution, Commercial banks, co-operative bank, mutual funds, insurance companies, and financial regulation.

## **MODULE IV**

### **Regulatory and Promotional Institutions**

RBI, SEBI, the purpose of regulation, levels of regulations. Non-Bank Financial Intermediaries and Statutory Financial Organization- Small saving, Provident funds, and pension funds Foreign Capital Flows-Types of foreign capital Uses and determinants of foreign capital, Foreign Direct Investment (FDI), Foreign Portfolio Investment.

## **6. PRESCRIBED READINGS:**

- L.M. Bhole, *Financial Institutions and Markets: Structure, Growth and Innovation*, Tata McGraw Hill Publishing Company Limited, New Delhi, 2009
- Bharati. V. Pathak, *Indian Financial System*, Pearson Education in South Asia Publishing Company, New Delhi, 2006
- V.A Avadhani, *Financial Economics: Theory and Practice*, Financial Economics: Theory and Practice
- H.J. Johnson, *Financial Institutions and Markets*, Tata McGraw Hill Publishing Company Limited, NY,1993

## **CASE LAW REPORTER/JOURNALS:**

- Journal of International Financial Markets, Institutions & Money
- Journal of Risk and Financial Management
- Financial Markets, Institutions & Instruments
- Securities and Exchange Board of India
- ICSID Review

- ICSID Review - Foreign Investment Law Journal
- The Journal of World Investment & Trade (JWIT)
- Asian International Arbitration Journal
- North Western Journal of International Law & Business
- India Business Law Journal
- Company Cases published by Company Law Institute of India Pvt Ltd, Madras
- Company Law Journal published by L.M Sharma (Editor ) Company Law
- Corporate Law Advisor
- Taxman's Corporate Professional Today
- Company Law Digest (1913-2009) [Taxmann Allied Services (P) Ltd, New Delhi ]