

**SES's L.S. RAHEJA COLLEGE OF ARTS AND COMMERCE
(AUTONOMOUS)**



BOARD OF STUDIES: ACCOUNTANCY & FINANCE

PROGRAMME: B.COM (Management studies)

SEMESTER: IV

NOMENCLATURE OF THE COURSE: Equity & Debt markets

NEP Vertical: Major Credit:

4

**(As Per Choice Based Credit System (under NEP 2020) with effect from the academic year
2025-26)**



Programme:	B.COM(Management studies)
Nomenclature of the Course	Equity & Debt market
Total Marks	100 marks
Semester:	IV
Academic year	2025-26

LEARNING OBJECTIVES:

- To comprehend the structure and functions of financial markets.
- To enable them to understand the concept of equity and debt market.
- To utilize appropriate methods to value equity and debt instruments, enhancing investment decision-making skills

COURSE OUTCOMES:

- Understand the Structure and Functioning of Financial Markets.
- Learners will get comprehensive understanding of equity and debt markets.
- Learners will be able to value equity and debt instruments using models such as balance sheet valuation, dividend discount models, price-earnings models, and yield to maturity calculations.
-

Unit	Course Content	Andragogy	No of Lectures
1	<p>Introduction to Equity market:</p> <ul style="list-style-type: none"> ● Meaning & definitions of equity share ● Growth of Corporate sector & simultaneous growth of equity shareholders ● Divorce between ownership and management in companies. ● Development of Equity culture in India & current position. 	Case studies and Market analysis	15
2	<p>Dynamics of Equity Market:</p> <p>Primary</p> <ul style="list-style-type: none"> ● IPO methods followed (simple numerical) ● Book building Role of merchant bankers in fixing the price, Reverse book building mechanism, Red herring prospectus. ● Numerical on sweat equity, ESOP & Rights issue of shares. 	case studies, Analysing recent stock listing	15

	<p>Secondary</p> <ul style="list-style-type: none"> ● Definition, Evolution, functions & growth of stock exchanges. ● Stock exchanges in India, NSE, BSE OTCEI & overseas stock exchanges. ● Recent developments in stock exchanges ● Stock market Indices ● Trading mechanism and settlement procedures. 	Videos on online Trading sessions, practical's	
3	<p>Introduction to debt markets:</p> <p>Debt market</p> <ul style="list-style-type: none"> ● Evolution of Debt markets in India ● Money market & Debt markets in India <p>Regulatory framework in the Indian Debt market</p> <p>Debt market instruments:</p> <ul style="list-style-type: none"> ● Govt. securities, Public sector bonds & corporate bonds, debentures . ● Role of credit rating agencies ● Major participants including institutional and retail investors ● Security trading corp. of India ● Primary dealers in Govt. securities. ● Recent trends in debt market 	case studies group discussions	15
4	<p>Basic Valuation concepts</p> <p>Bond Valuation</p> <ul style="list-style-type: none"> ● Features of bonds, Types of bonds, Determinants of the value of bonds. ● Yield to Maturity ● Interest rate risk and Determinants of Interest Rate Risk, ● Concept of cum-interest & ex-interest. 	Practicals	15

SUGGESTED READINGS

1. Bodie, Z., Kane, A., & Marcus, A. J. (2021). *Investments* (12th ed.). McGraw-Hill Education.
2. Chandra, P. (2020). *Investment analysis and portfolio management* (6th ed.). McGraw-Hill Education.
3. Damodaran, A. (2012). *Investment valuation: Tools and techniques for determining the value of any asset* (3rd ed.). Wiley.
4. Fabozzi, F. J. (2012). *Bond markets, analysis, and strategies* (8th ed.). Pearson.
5. Mishkin, F. S., & Eakins, S. G. (2018). *Financial markets and institutions* (9th ed.). Pearson.
6. Ross, S. A., Westerfield, R., & Jaffe, J. (2021). *Corporate finance* (13th ed.). McGraw-Hill Education.
7. Sharpe, W. F., Alexander, G. J., & Bailey, J. V. (1999). *Investments* (6th ed.). Prentice Hall.
8. Gordon, E., & Natarajan, K. (2020). *Financial markets and services* (10th ed.). Himalaya Publishing House.
9. Bhalla, V. K. (2011). *Investment management: Security analysis and portfolio management* (19th ed.). S. Chand Publishing.
10. Shapiro, A. C. (2014). *Multinational financial management* (10th ed.). Wiley.
11. Reilly, F. K., & Brown, K. C. (2012). *Investment analysis and portfolio management* (10th ed.). Cengage Learning.

Note: Latest edition of text books may be used.

QUESTION PAPER PATTERN

(A) FOR CONTINUOUS EVALUATION

20 Multiple Choice Questions of 1 mark each – 20

Marks (A-1) RUBRICS FOR CONTINUOUS EVALUATION

Sr No.	Examination Method	Marks
1	Class Test	20
2	Assignment/Project	10
4	Presentation / Viva-Voce	10
	TOTAL	40

(B) QUESTION PAPER PATTERN FOR SEMESTER END EXAMINATION

Maximum Marks: 60

Duration: 2 Hours

Question No. 1 is compulsory.

Solve any three Questions from Question Nos. 2 to 5

Question No.	Description	Total Marks
1	Theory question	15
2	Practical Problem	15
3	Practical Problem	15
4	Practical Problem	15
5	Short Notes: Answer any 3 out of 5 given (5 marks each)	15

Note: The practical problem of 15 marks each may be split up into two smaller problems carrying 8 marks and 7 marks respectively.