

FACULTY OF COMMERCE AND MANAGEMENT

COURSE: BBA (DM)

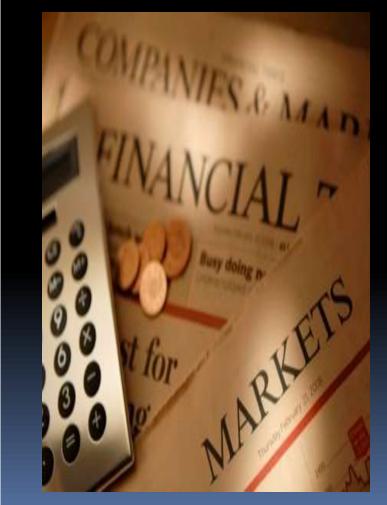
SUBJECT: SECURITY AND PORTFOLIO MANAGEMENT

SUBJECT CODE:BBA (DM) 602

LECTURE: 1

NAME OF FACULTY: DR. NITIN GUPTA

What are the various types of financial markets?



The Financial Markets can broadly be divided into:

MONEY MARKET

CAPITAL MARKET

Capital Market

The market where investment instruments like bonds, equities and mortgages are traded is known as the Capital Market.

The primal role of this market is to make investment from investors who have surplus funds to the ones who are running a deficit.

Significance of Capital Market

Link between savers and investors Stability in security prices Speed up economic growth and development Helps in capital formation Helps in creating liquidity

Capital Market Efficiency

 The degree to which the present asset price accurately reflects current information in the market place.

 Forms: Weak
Semi strong
Strong