

NSE's Certification in Financial Markets (NCFM).

Objectives:

1. To Provide additional Certificate along with the existing degree
2. To make students Knowledgeable and employable in Financial sector

The Context:

National Stock Exchange introduced in 1998 a facility for testing and certification by launching NSE's Certification in Financial Markets (NCFM). NCFM is an online testing and certification programme. It tests the practical knowledge and skills required to operate in the financial markets. The NCFM offers certificate ranging from Basic to Advanced. The easy accessibility as well as flexibility involved in the NCFM programme has resulted in its wider acceptance among market intermediaries, professionals and students. Hirachand Nemchand College of Commerce, became the centre to conduct NCFM Online Examination. Earlier for such examination students need to go to places like Pune, Kolhapur, Mumbai, etc.

The Practice:

At the start of semester awareness is created by announcements in all classroom and display of notice. The students are explained benefits of such courses. The interest students' names are enrolled with NSE by Coordinator Prof. K.P.Galani along with required registration fee. The students receive coursework from NSE. Thereafter, interested students are guided on the Modules selected. The Mock test is also arranged before final test for practice purpose. The test is conducted in computer lab within 6 months of registration. The results for the test are declared immediately latter on hardcopy is dispatched by NSE.

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

Department SBU-Education

NCFM COURSE OUTLINE

Mutual Funds: A Beginner's Module

- **Mutual Funds**

Concept and structure of mutual funds in India; Role of custodian; Registrar and transfer agent, AMC: New fund offer's & procedure for investing in NFO; Investors rights and obligations.

- **Mutual Fund Products and Features**

Concept of open ended and close ended fund; Types of funds -equity, index, diversified large cap funds, midcap fund, sector fund and other equity schemes; Concept of entry and exit load, Expense ratio; Portfolio turnover, AUM; Analysis of cash level in porttolio.

- **Gold ETFs**

Introduction to exchange traded funds; Market making by authorized participants; creation units, Portfolio deposit and cash component

- **Debt Funds**

Salient features of debt fund; Concept of interest rate and credit risk; Pricing of debt instrument.

- **Liquid Funds**

Salient features of liquid funds; Floating rate scheme and portfolio churning in liquid funds.

- **Taxation**

Taxation of capital gains; Indexation benefit and FMP

- **Regulations**

Role and objectives of AMFI; Different types of plans; Systematic Investment Plan (SIP); Systematic Transfer Plan (STP) and Systematic Withdrawal Plan (SWP), Dividend payout.

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

Department: SBU-Education

NCFM COURSE OUTLINE

Financial Markets: A Beginner's Module

- **Markets and Financial Instruments**

Types of Markets: Equity, Debt, Derivatives, Commodities; Meaning and features of private, public companies; Types of investment avenues.

- **Primary Market**

Initial Public Offer (IPO); Book Building through Online IPO; Eligibility to issue securities, Pricing of issues; Fixed versus Book Building issues; Allotment of Shares; Basis of Allotment; Private Placement.

- **Secondary Market**

Role and functions of Securities and Exchange Board of India (SEBI); Depositories; Stock exchanges; Intermediaries in the Indian stock market; Listing; Membership; Trading Clearing and settlement and risk management; Investor protection fund (IPF); and Do's and Don'ts for investors, Equity and debt investment.

- **Derivatives**

Types of derivatives; Commodity and commodity exchanges; Commodity versus financial derivatives.

- **Financial Statement Analysis**

Balance sheet; Profit & loss account; Stock market related ratios; Simple analysis before investing in the shares; understanding annual report; Director's report etc.

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

Department SBU-Education

NCFM-COURSE OUTLINE

Commercial Banking in India a Beginner's Module

- **Introduction**

Definition of banks, Evolution of Commercial Banks in India, Functions of Commercial Banks, Competitive Landscape of Banks in India

- **Banking Structure in India**

Banking Structure in India, Role of RBI vis--vis other commercial banks

- **Bank Deposit Accounts**

Introduction to Bank Deposits, Types of Deposit Accounts, Strategies of mobilizing deposits, Common guidelines of opening and operating accounts, deposit related services, Deposit services offered to Non-Resident Indians, Deposit Insurance

- **Basics of Bank Lending**

Principles of Lending and Loan Policy, Basics of Loan Appraisal, Credit decision-making and Review, Types of Advances, Management of Non Performing Assets

- **Bank Investments**

Investment Policy, Statutory Reserve Requirements, Non-SLR Requirements, Banks' Investment Classification and Valuation Norms

- **Other Activities of Commercial Banks**

Other Basic Banking Activities, Para-banking Activities

- **Relationship between Banks and Customers**

Strategy for expanding customer base, services to different customer groups, competition among banks for customers, customer relationship management, Banking Ombudsman Scheme, Know Your Customer (KYC) norms Evolving Trends in Modern Banking Technology, Outsourcing of Non-core Activities, Financial Inclusion