

KLE Society's
Lingaraj College, Belagavi
(Autonomous)

Department of BBA

BBA : V Semester

Equity Derivative
(w.e.f. 2018-19 and onwards)

Teaching hours per week – 04 :	Maximum Marks	:	100 Marks
	Semester End Examination	:	70 Marks
	Internal Assessment	:	30 Marks

Course Outcome:

At the end of this course students will be able to:

1. To develop an understanding of financial derivatives and the institutional structure of the markets on which they are traded.
2. Acquire knowledge of how forward contracts, futures contracts, and options work, how they are used and how they are priced.
3. To have an understanding of the analytical tools necessary to price such instruments.
4. Be able to decide which securities to use for hedging and/or speculative purposes.
5. To highlight the role of financial derivatives in the modern capital markets, in particular for risk management.

Syllabus

UNITS	Syllabus	HOURS
Unit I	Basics of Derivatives and Understanding Index	8 Hrs
Unit II	Understanding Index	10 Hrs
Unit III	Introduction to Forwards, Futures, Options	8 Hrs
Unit IV	Options Trading Strategies & Introduction to Trading Systems	10 Hrs
Unit V	Clearing & Settlement System, Legal & Regulatory Environment	10 Hrs
Unit VI	Accounting and Taxation, Sales Practices and Investors Protection	8 Hrs

TEXT BOOKS:

1. NISM workbook on Equity Derivatives

REFERENCE BOOKS:

1. Derivatives: The Wild Beast of Finance - Alfred Steinherr.
2. Derivatives Demystified - Andrew M.
3. Derivatives – A Guide to Alternative Investments - David M