













Financial Market


- Financial market is a market where short-term and long-term financial instruments are **used for lending and borrowing**.
- **Money market** deals with short-term funds **up to 1 year**.
- **Capital market** deals with long-term funds **above 1 year**.
- **Unorganised** money market is **not regulated by RBI**.
- **Organised** money market is **regulated by RBI**.
- **Call money market** is usually overnight; notice money market is **2 to 14 days**.
- **Treasury bills are short-term securities** issued by the central government.
- **Commercial paper** is issued by companies for short-term funds.
- **Certificate of deposit** is issued by scheduled commercial banks and financial institutions.
- **Debt securities include** bonds, debentures, T-bills and commercial paper.
- Equity securities represent **ownership through shares**.

- 
- 
- **Bond price** and bond yield move in opposite directions.
 - **Stock market** is a secondary market where shares are bought and sold.
 - **Sensex represents** 30 major BSE companies.
 - **Nifty 50 represents** 50 major NSE companies.
 - **SEBI** regulates the securities market and **protects investors**.
 - **Mutual funds** pool money and invest in **debt and equity portfolios**.
 - **ETF** is traded on stock exchange like a share.
 - **Derivatives** derive value from underlying assets.
 - **Call option** gives the right to buy; put option gives the right to sell.
 - **ECB** allows eligible Indian entities to borrow from outside India.
 - **FDI** is long-term and direct, while **FII** is short-term and market-based.



Click Subject Button to Explore More 

 ENGLISH Noun, Pronoun, Verb, Tense, Preposition, Subject-verb agreement and adverbs Check Now →	 PHYSICS Mechanics, Thermodynamics, Optics and Modern Physics Concepts for defence exams Check Now →	 CHEMISTRY Physical, Organic, Inorganic Chemistry and Environmental Science topics Check Now →	 BIOLOGY Cell, Tissues, Disease, Photosynthesis, Reproduction, Nervous System Check Now →	 MATHEMATICS Algebra, Calculus, Trigonometry, Coordinate geometry, Probability and statistics Check Now →
 HISTORY Ancient, Medieval, Modern Indian History, Freedom Struggle Check Now →	 GEOGRAPHY Physical Geography, Indian Geography, Mapping, Climate Check Now →	 POLITY Constitution, Fundamental Rights, Parliament, Judiciary Check Now →	 ECONOMICS Indian Economy, Budget, Inflation, Banking, Fiscal Policy Check Now →	 EVS Environment, Ecology, Biodiversity, Climate Change, Sustainable Development Check Now →

Click Exam Button to Explore More 

[NDA EXAM](#)

[CDS EXAM](#)

[OTA EXAM](#)

[AFCAT EXAM](#)

[RIMC EXAM](#)

[SSB INTERVIEW](#)

Want to Ace Defence Exams

To Know More About Offline & Online Defence Coaching Programs

[Click Here](#)

