



## **[Summary]**

### **Debt Market in India**

<b>Subject:</b>	Business Economics
<b>Course:</b>	B. A., 4th Semester, Undergraduate
<b>Paper No. &amp; Title:</b>	Paper – 404 Indian Financial System
<b>Unit No. &amp; Title:</b>	Unit – 4 Money Market & Debt Market in India
<b>Lecture No. &amp; Title:</b>	Lecture – 2 Debt market in India

## **Summary**

Let us summarize the lecture that we have learnt about debt market. The Debt Market is the market where fixed income securities of various types and features are issued and traded. They are of short term. Its structure includes government securities, Public Sector Units and Private Sector Units. These all sector units issue various types of debt instrument to fulfill the financial need of the market.

There are various bonds like corporate bonds, Government Guaranteed Bonds, Debentures, PSU bonds, CPs (Commercial Paper), CDs (Certificate of Deposit) and many more. They are priced according to the demand and supply forces acting in the market. The features of debt instrument are Maturity, Coupon and Principle amount.

Debt market is much beneficial to the government because it provides financial assistance to fulfill the short term objective