

CAPITAL MARKET

SEBI

SEBI is a statutory authority to which the Central Government has delegated powers to deal with all matters relating to the capital market . It is the only regulatory authority to regulate the securities market.

SEBI was established in 1988 and given statutory power to regulate stock markets.

OBJECTIVES OF SEBI

- To protect the interest of investors in securities.
- To promote the development of the securities market.
- To regulate the securities market
- To provide for the matters connected with ,or incidental to ,the aforesaid purpose.

Regulatory

Prohibition

SEB

I

Promotion

Protection

POWERS OF SEBI



- Make rules guidelines and regulations for disciplined growth of securities market.
- Conduct enquiries and audit of stock exchange
- Regulate disclosure in the prospectus.
- Grant incorporation of companies
- Inspect companies affairs.
- Specify the form and content of the prospectus
- Regulate the issue of capital.

Developmental functions of SEBI

- ❖ Promoting investors education.
- ❖ Training intermediaries of security market.
- ❖ Promotion of fair practices and code of conduct for all self regulatory organizations.
- ❖ Conducting research and publishing information useful to all market participants.

Regulatory functions of SEBI

- ❖ Regulating the business in stock exchange and securities market
- ❖ Prohibiting insider trading in securities.
- ❖ Suspending the registration of market intermediaries
- ❖ Registering and regulating the working of stock brokers, sub brokers, share transfer agents etc..