NATIONAL STOCK EXCHANGE OF INDIA LIMITED - AN EXPLORATIVE STUDY

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ABSTRACT
National Stock Exchange of India Limited (NSEIL) is the leading stock exchange in India. Though the journey started comparatively much after the other stock exchanges, it could create several records in the Indian financial market. Today undoubtedly NSE is playing vital role in the channelization of financial resources for the economic development. It is the frontrunner in introducing several innovative products like currency futures, interest rate futures etc. the present study is a modest attempt to explore the history and growth of NSE since inception. NSE was also active in creating the National Securities Depository Limited (NSDL) which made easy to investors to securely hold and transfer their shares and bonds in dematerialized form electronically. It also allowed investors to hold and trade in as few as one share or bond. This not only made holding financial instruments convenient, but more importantly eliminated the need for paper certificates and greatly reduced the incidents of forged or fake certificates and fraudulent transactions that had plagued the Indian stock market. The NSDL’s security, combined with the transparency, lower transaction prices and efficiency that NSE offered, greatly increased the attractiveness of the Indian stock market to domestic as well as international investors. The present paper is a modest attempt to explore various facts related to National Stock Exchange of India limited.

KEY WORDS: Capital Market, Wholesale Debt Market, Futures & Options, Clearing Corporation, NSDL, Nifty.