Market Participants and Capital Market Reforms – A Study

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Abstract
The capital market plays a very important role in promoting economic growth through the mobilization of long-term savings and the savings get invested in the economy for productive purpose. The capital market in India is a well-integrated structure and its components include stock exchanges, banks, developmental financial institutions, foreign institutional investors (FIIs), retail investors, insurance corporations, venture capital funds, mutual funds, merchant bankers, and custodians, depositories, clearing houses, brokers and market makers. The paper highlights the role of various participants in the capital market and tries to understand the reforms initiated by SEBI related to them. All these reforms support encouraging retail investment in the market. The study also tries to trace out developments in the Indian capital market and understand the way forward.

Key Words: Capital Market, Market Participants, Reforms