

Part B

Syllabus Prescribed for II Year UG Programme:

Semester IV

Code of the Course/Subject	Title of the Course/Subject	(Total Number of Periods)
B.B.A. 401	Financial Management	75

Course outcomes:

1. To understand various sources of finance for raising capital/funds required for the business.
2. To understand the proportion of borrowed capital and owned capital, considering their cost of capital.
3. To understand the working capital management in an organization.
4. To understand the various factors of capital structure.
5. To understand the different model of calculation of value of shares.

Unit No.	Contents	Periods
1	Sources of Finance 1.1 Finance and Financial Management, Meaning, Scope, Limitations. 1.2 Long Term Sources of Finance: Owned Funds & Borrowed Funds: Equity Shares, Preference Shares, Debentures, Term Loans, Lease Financing, Hire Purchasing. 1.3 Short Term Sources of Finance: Bank Overdraft, Cash Credit, Bills Discounting, Ploughing back of Profit. 1.4 Finance for start-up Industries	13
2	Capital Budgeting 2.1 Capital Budgeting: Meaning, Process, Traditional Techniques and Discounted Cash Flow Techniques of Capital Budgeting 2.2 Time value of Money 2.3 Risk and Return Analysis. 2.4 Net Present Value & Internal Rate of Return	13
3	Working Capital Management 3.1 Working Capital: Concept and Importance. 3.2 Working Capital Cycle & Cash Management 3.2 Working Capital Requirement-Assessment & Estimation 3.4 Working Capital Ratios	13
4	Cost of Capital and Leverages 4.1 Meaning, Importance, Factors affecting cost of capital 4.2 Weighted Average cost of Capital. 4.3 Cost of Equity; Cost of Debt; Cost of Preference Shares. 4.4 Meaning, concept and importance of Leverages;	13
5	Dividend Policy 5.1 Meaning of Dividend, Types of Dividend. 5.2 Factors affecting Dividend Policy of a company. 5.3 Walter's Model and Gordon's Model. 5.4 Net Income Approach, MM Approach.	13

	Skills Enhancement Module: <ol style="list-style-type: none">1. Analytical study of local service industry raising Funds from the market.2. A Study of Capital Structure of a newly established local industrial unit.3. A study of working capital management of fruit and vegetable seller.4. A study of application of Walter's model and Gordon's model in calculation of market price of a share.	10
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Books Recommended:

1. Capital Market in India, F. Gordon & K. Natarajan, Himalaya Publishing house.
2. Financial Management (Fifth Edition), M.Y. Khan & P.K. Jain, Tata Mcgraw Hill.
3. Financial Management Dr. Ashish Mohata, Rohit Akolkar & Anita Vishwakarma, Apex Publication.
4. Financial Management (11 Edition), Prasanna Chandra, The Mcgraw Hill.
5. Tulsian's Financial Management, CA (Dr.) P.C. Tulsian, CA Bharat Tulsian & Tushar Tulsian, S.Chand.