

**JYOTI NIVAS COLLEGE AUTONOMOUS  
SYLLABUS FOR 2018 BATCH AND THEREAFTER**

**Programme: B.Voc. (Banking and Finance)**

**Semester: II**

**BASIC FINANCE**

**Course Code: 18BVB202**

**No. of Hours: 60**

**COURSE OBJECTIVES:**

- Enable the students to understand and apply basic principles of Finance and to understand the practical application of finance in their day to day life.
- To enable students to understand the basic calculation on finance market
- To understand the concepts of stock market.

**LEARNING OUTCOMES:**

- Enhances the knowledge on evaluating the banking industry.
- Gives the opportunities to become a investment bankers.
- Gives the opportunities to work as advisory.

**UNIT 1: Basics of Finance**

**10HRS**

Concept, meaning, need, sources of financial information, Definition of money-basic functions of money-concept of saving-methods to inculcate saving habits-personal investment- Finance V/s Accounting, Finance V/s Investment.

**UNIT 2: Behavioural Finance:**

**12HRS**

Public Finance, Personal finance, Behavioural finance, Corporate Finance. Meaning, scope and Significance. Personal Finance, need, sources of personal financing, Ideal budgeting for personal financing.

**UNIT 3: Investment in Financial and Non-Financial Instruments**

**15HRS**

Meaning, Financial instruments-non financial instruments-Alternative investment options, advantages and limitations, Money Market, Components, Characteristics of a developed money market., Debt market, Instruments in debt market. Derivative market, currency market, forward rates, financial credit rating. Calculation of shares and options,

**UNIT 4: Time Value of Money:**

**12HRS**

Present Value, Future value, Relevance of time preference for money, Reasons for changing time value of money, Related Illustrations- Doubling period.

**UNIT 5: Cost of Capital and Capital Budgeting:**

**11HRS**

Types of cost of capital. Cost of equity, cost of debentures, cost of retained earnings (concept only). Types of capital Budgeting, problems on Net Present Value and Pay Back Period only.

### **SKILL COMPONENT**

- Report on RBI statistics.
- Identifying the student's short term, long term and medium-term financial goals.
- Preparing a personal budget for students.
- Identify an individual's short term, long term and medium-term financial goals.
- Identify a company's short term, long term and medium-term financial goals.

### **BOOKS FOR REFERENCE**

1. I.M Pandey Financial Management
2. Dr. S.N Maheswari&Dr. C.B Gupta, Financial Management
3. Dr. Sathya Prasad & P.V Kulkarni, Financial Management
4. V. K Bhalla, Investment Management
5. Shashi K Gupta and Sharma, Financial Management.