

**JYOTI NIVAS COLLEGE AUTONOMOUS  
SYLLABUS FOR 2019 BATCH AND THEREAFTER**

**Programme: Integrated B.Com. M.Com**

**Semester: IV**

**FINANCIAL MANAGEMENT**

**Course Code: 19IC401**

**No. of Hours: 60**

**COURSE OBJECTIVES:**

- To give insight into financial decision-making as an Investor
- To familiarize the students to understand the Financial Management.
- To bring awareness among students regarding investment decisions.

**LEARNING OUTCOMES:**

- Help the students to take financial decision and manage personal and company finance.
- Help the students to take correct investment decisions
- Analyze working capital of the company and its impact in business

**UNIT 1**

**Financial Management**

**10 HRS**

Financial function – aims of finance function – financial management – goals of financial management – financial decisions – financial planning – objectives and principles of sound financial planning – long term and short term financial plan – factors affecting plan. time value of money(concept only).

**UNIT 2**

**Financing Decisions**

**10 HRS**

Capital structure – factors influencing capital structure – EBIT – EBT – EPS – analysis – leverage – problems.

**UNIT 3**

**Cost of Capital****08 HRS**

Meaning – Computation of cost of capital of equity, Preference, debentures, retained earnings- weighted average cost of capital- CAPM (meaning only)

**UNIT 4****Investment Decisions****12 HRS**

Capital budgeting – significance – techniques of capital budgeting – payback period method – ARR Method – Net Present Value Method – IRR Method – Profitability Index.

**UNIT 5****Working Capital****12 HRS**

Meaning – Concepts of working capital – factors influencing working capital requirements – importance of adequate working capital – components of working capital – cash management – receivables management and inventory management – simple problems on estimation of working capital requirements.

**UNIT 6****Dividend Decisions****08 HRS**

Meaning – Types of Dividend Policies – Factors influencing Dividend policies – Forms of Dividends

**SKILL DEVELOPMENT**

- Estimating working capital requirements for a company
- Evaluating a capital investment proposal using various techniques.
- Collection of market value of leading shares and bonds.
- Draw an organization chart of the finance function of a company.

**BOOKS FOR REFERENCE**

1. I.M Pandey Financial Management, Vikas Publishing House Pvt Ltd
2. Dr. S.N Maheswari&Dr. C.B Gupta, Financial Management, Vikas Publishing House Pvt Ltd
3. Dr.Sathya Prasad & P.V Kulkarni, Financial Management, Himalaya Publishing House

4. V. K Bhalla, Financial Management, International Book House Pvt Ltd.
5. Shashi K Gupta and Sharma, Financial Management, Kalyani Publishers.
6. Eugene F Brigham & Michael C Ehrhardt, Financial Management Theory and Practice, 10th edition, Thomson Learning South Western