## SARDAR PATEL UNIVERSITY Programme: BBA(General) Semester: V Syllabus with effect from : JUNE 2013

## Paper Code: UM05EBBA02 Title Of Paper: Advance Finance Management - I

Total Credit: 3

<b></b>		
Unit	Description in detail	Weighting (%)
1	Valuation of Securities[Theory 50% and Examples 50%]	25 %
	Concept of Value	
	Basic Valuation Model	
	Bond Valuation	
	Basic Bond Valuation Model	
	Bond Value Theorems	
	• Yield to Maturity	
	Bond values with Semi-annual Interest	
	Present Value of Preference Shares	
	<ul> <li>Valuation of Equity</li> <li>Dividend Capitalization approach</li> </ul>	
	<ul> <li>Dividend Capitalization approach</li> <li>Single Period Valuation</li> </ul>	
	<ul> <li>Multi period valuation</li> </ul>	
	<ul> <li>Valuation with Supernormal growth</li> </ul>	
2	Cost of Capital [Theory 70% and Examples 30%]	25 %
4	Basic concepts, Rational & Assumptions	25 70
	Significance	
	Specific cost of Equity, retained earnings, preference share & debenture	
	câpital	
	Weighted average cost of capital	
	(Cost of equity based on dividend capitalization	
	approach, Earning price approach, realized yield	
	approach, & CAPM approach)	
3	Leasing (Theory 100%)	25 %
	Concept	
	Types of lease Arrangements Factors relevant in making leasing Decisions	
	Potentiality of leasing as a means of financing	
	(significance) & Financial	
	Evaluation from the lessee's	
	point of view.	
	Evaluation of lease as a	
	financing Decision.	
4	Venture Capital ((Theory 100%)	25 %
-	Introduction	
	Concept & Features of Venture Capital	
	Stages & Process of Venture Financing	
	Methods of Venture Financing	
	Disinvestment Mechanisms	
	Development of Venture Capital in India	
	Future of Venture Capital in India	



## **Basic Text & Reference Books**

- Financial Management : P.V.Kulkarni
- Financial Management : S. N. Maheshwari
- ➢ Financial Management : I. M. Pandey
- Financial Management : Prasanna Chandra
- Financial Management : Khan & Jain
- Financial Management : R. S. Kulshreshta
- ➢ Fundamentals of Financial Management: Van Horne

