

SARDAR PATEL UNIVERSITY
Programme: BBA(General)
Semester: III
Syllabus with effect from : JUNE 2012

Paper Code: UM03CBBA02	Total Credit: 3
Title Of Paper: Financial Management-I	

Unit	Description in detail	Weighting (%)
1	Financial Management : An Overview [Theory 100%] Conceptual discussion – Meaning, Importance, Scope, Finance Functions : Executive Functions (Financial Decisions) Investment Decisions, Financing Decisions Dividend Decisions Routine Finance Functions Risk-Return Trade off Goals of Finance Management Profit maximization ,Wealth maximization Position of Finance Function in India Companies	25 %
2	Introduction to Indian Financial System & Corporate Financing [Theory 100%] Overview of Indian Financial System Financial Markets : Capital Market – Concept, Structure, Players in the market, Stock Market Intermediaries Money Market - Concept, Instruments - Treasury Bills, Certificate of Deposits, Call Money Market Sources of Long-term Instruments – Equity Shares, Preference Shares and Debentures, Term Loans	25 %
3	Financial Planning & Capitalization [Theory 100%] Financial Planning : Meaning, Characteristics, Factors affecting Financial Planning, Limitations Capitalization: Meaning, Theories of Capitalization- Cost & Earning Theory Overcapitalization & Undercapitalization: Meaning, Causes, Effects & Remedies	25 %
4	Long Term Investment Decisions (Capital Budgeting) [Theory 20% and Examples 80%] Basics of capital Budgeting: Meaning, Features, Significance, Types, Process, Rationale, Factors Appraisal Methods : Accounting Rate of return technique ,Payback Period Technique Discounted Cash Flow Techniques: NPV, IRR, PI Estimation of Benefits (Cash Flow) under each technique NOTES : (1) Examples should be based only on SLM methods of depreciation. (2) Replacement decisions are excluded.	25 %



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 Horn

