

**SARDAR PATEL UNIVERSITY**  
**Programme: B.Com.**  
**Semester: I**  
**Syllabus with Effect From: June-2018**

<b>Paper Code: UB01DCOM23</b>	<b>Total Credit: 3</b>
<b>Title Of Paper: Business Finance</b>	

**Objective:** To familiarize the students with principles and practices of financial management

Unit	Description of Detail	Weighting(%)
<b>I</b>	<b>Financial Management</b> Meaning, Importance, Scope Goals of Finance Management – Profit maximization, Wealth maximization Finance Functions & Its Classification <ul style="list-style-type: none"> <li>• Managerial/Executive Functions (Financial Decisions)</li> </ul> Investment Decisions, Financing Decisions, Dividend Decisions and Liquidly Decisions <ul style="list-style-type: none"> <li>• Routine Functions.</li> </ul>	<b>25%</b>
<b>II</b>	<b>Capital Budgeting</b> Meaning, Characteristics, Types, Process, Factors, Capital rationing Decisions. (Theory Only) <b>Techniques (Theory &amp; Examples)</b> Simple and Discounted Payback Period Average/Accounting rate of return Discounted cash Flow Techniques – NVP, PI, IRR	<b>25%</b>
<b>III</b>	<b>Cost of capital</b> Concept, Importance, Classification of Costs, Calculation of cost of debt, preference shares, equity, retained earnings, Weighted Average Cost of Capital (including examples)	<b>25%</b>
<b>IV</b>	<b>Leverages</b> Concept, Importance, Types and Implications of leverages (including examples)	<b>25%</b>

**Basic Text & Reference Books:-**

- I M Pandey, Financial Management
- Khan & Jain, Financial Management
- Prasanna Chandra, Financial Management
- Van Horne, Fundamentals of Financial Management
- S N Maheshwari, Financial Management