



Financial Management
Financial Management
[Elective Course]

Semester: I

Credits: 4

Subject Code: MCM12004

Lectures: 48

Course Outcomes:

At the end of this course, the learner will be able to:

- Appreciate the role and significance of finance function for an organization
- Develop an ability to comprehend financing decisions with the aid of different techniques of Capital Budgeting
- Synthesize the concepts of financial statement analyses and interpret relationship between items of financial statements
- Correlate and discuss the significance of working capital management for an organization
- Recognize the concepts of International Financial Management

Unit 1: Introduction

14

- Meaning and definition of Financial Management
- Role of Finance Manager
- Goals of Financial Management
- Financing Decisions
 - Capitalization: Meaning and definition; Over Capitalization - Meaning, definition, causes, effects and remedies; Under-Capitalization - Meaning, definition, causes, effects and remedies; Theories of Capitalization
 - Capital Budgeting: Meaning and definition; Process of Capital Budgeting; Techniques of Capital Budgeting - Pay Back Period, Average Rate of Return, Net Present Value, Internal Rate of Return - Merits and Demerits

Unit 2: Financial Statements and Financial Analysis

12

- Role, Progress and Challenges to Developments in Indian Banking
- Financial Statements:
 - Concept of Financial Statements and their anatomy
 - Balance Sheet and its utility
 - Income Statement and its utility
 - Limitations of Financial Statements
- Financial Analysis:
 - Types of analysis and their utility

Board of Studies	Name	Signature
Chairperson (HoD)	Ms. Elizabeth Kanade	Elizabeth Kanade



- Techniques of Financial Analysis: Ratio Analysis, Fund Flow Analysis and DuPont Analysis

Unit 3: Management of Working Capital	12
<ul style="list-style-type: none">● Meaning and nature of Working Capital● Working Capital Management- its significance, Operating Cycle Concept● Factors affecting Working Capital requirements● Financing of Working Capital -Trade Credit, Bank Credit, Commercial Papers, Deposits, Factoring● Inventory Management- Meaning, objectives and techniques● Receivables Management-Meaning, objectives and scope of Receivables Management -Credit Policies, Credit Terms and Collection Policies	

Unit 4: International Financial Management	10
<ul style="list-style-type: none">● International Financial Management<ul style="list-style-type: none">○ Meaning and definition○ Difference between Domestic and International Financial Management○ Scope of International Financial Management○ Role of International Finance Manager● Theoretical developments in International Financial Management<ul style="list-style-type: none">○ Exchange Risk○ Cost of Capital○ Financial Structure○ Capital Budgeting	

#12 contact hours for Assignments, Visits, Research, Field Studies, etc.

Recommended Reference Books:

- Dr. Chandra Prasanna. *Financial Management Theory & Practice*. Tata McGraw Hill Company Limited: New Delhi; 2019.
- Dr. Shrivastava, R. M. *Financial Management and Policy*. Himalaya Publishing House: Mumbai; 2017.
- Pathak Bharati. *Indian Financial System*, Dorling Kindersley (India) Pvt. Ltd.; Noida; 2018.
- Pandey, I. M. *Financial Management*. Vikas Publishing House: New Delhi; 2014.
- Bhalla, V.K. *Financial Management*. S. Chand and Co. Pvt. Ltd.: New Delhi; 2014.
- Horne, Wachowicz Jr., Bhaduri. *Fundamentals of Financial Management*. Pearson Education: New Delhi; 2008.
- Khan, M.Y. and Jain, P.K. *Financial Management-Text, Problems and Cases*. Tata

Board of Studies	Name	Signature
Chairperson (HoD)	Ms. Elizabeth Kanade	<i>Elizabeth Kanade</i>



McGraw Hill Education Pvt. Ltd.: New Delhi; 2007.

- Agrawal, M.R. *Financial Management*. Garima Publication: Jaipur; 2011.
- Saha, Talati Jay and Dr. Tekwani Deepak. *Financial Management- Text and Cases*. Himalaya Publishing House: Mumbai; 2018.

Board of Studies	Name	Signature
Chairperson (HoD)	Ms. Elizabeth Kanade	Elizabeth Kanade 15/06/2020
Faculty	Dr. Ms. Meenakshi Wagh	MSWagh 15/06/2020
Faculty	Dr. Mrs. Dimple Buche	Buche 15/06/2020
Faculty	Mrs. Deepanjali Mazumder	Deepanjali 15/06/2020
Subject Expert (Outside SPPU)	Dr. Smita Deshpande	Smita 15/06/2020
Subject Expert (Outside SPPU)	Ms. Soma Kulshrestha	Soma 15/06/2020
VC Nominee	Dr. Yashodhan Mithare	Yashodhan 15/06/2020
Industry Expert	CA Akshay Oke	Akshay 15/06/2020
Alumni	Mrs. Pratishtha Sharma	Pratishtha 15/06/2020

Board of Studies	Name	Signature
Chairperson (HoD)	Ms. Elizabeth Kanade	Elizabeth Kanade