|  |
| --- |
| **BBA 403: Financial Management** |
| **Teaching Scheme** | **Examination Scheme** |
| Lectures: 3 hrs/Week | Class Test -12Marks |
| Tutorials: 1 hr/Week | Teachers Assessment - 6MarksAttendance – 12 Marks |
|  Credits: 4 | End Semester Exam – 70 marks |

# Course Objectives:

# Objectives of this course is to development a conceptual work of finance function and to main particulars with the tools technique and process of financial management in the financial decision making.

# Course Outcomes:

|  |  |
| --- | --- |
| CO1 | To provide introduction to business finance terms and concepts. |
| CO 2 | To describe the financial concepts used in making financial management decision. |
| CO 3 | To learn effective communication skills to promote respect and relationship for financial deals. |
| CO4 | To utilize information by applying a variety of business and industry major financial function. |
| CO5 | Demonstrate a basic understanding of financial management. |
| CO6 | Analyze the short term investment and long term investment using financial management. |

**Course Content -**

**Unit-1**

**Introduction**

Meaning, Scope and objectives of financial management- Profit Vs Wealth maximization

Functions of Finance Manager in Modern Age, Financial decision areas, Time Value of Money, Risk and Return Analysis.

**Unit-2**

**Capital expenditure Decisions:** Appraisal of project; Concept, Process & Techniques of Capital Budgeting and its applications.

**Unit-3**

**Working Capital Decisions:** Concept, components, factors affecting working capital requirement, Working Capital Management: Management of cash, inventory and receivables; Introduction to Working Capital Financing.

**Unit-4**

**Capital Structure**: Determinants of Capital Structure, Capital Structure Theories.

**Cost of Capital:** Cost of equity, preference shares, debentures and retained earnings, weighted average cost of capital and implications.

**Unit-5**

**Leverage Analysis:** financial, operating and combined leverage along with implications; EBIT-EPS Analysis & Indifference Points.

**Unit-6**

Financing Decision: Long-term sources of finance; potentiality of equity shares; preferenceshares; debentures and bonds as sources of long-term finance; Medium and Short term sources of finance; Exposure to International Sources of Finance – ADR and GDR

**Text and Reference Books-**

1. S.N.Maheshwari Financial Management
2. Khan & Jain Financial Management