

Revised syllabus (2019Pattern) M. Com. Degree course (CBCS) Syllabus for

M.Com Part II Semester – III

Subject Name: - Business Finance

Compulsory Subject Course code: - 201-I

Objectives:

1. To acquaint the students with corporate finance required for Indian Industries.
2. To make the students aware about the latest developments in the field of corporate finance.
3. To enable the students to understand the traditional theories of capitalization and dividend distribution practices.
4. To give detail exposure of working capital management practice of finance to students Skills to be developed:

Skills to be developed:

1. To make aware about role of corporate finance and time value of money.
2. To expose them financial planning of firms and steps involved in it.
3. Students shall learn and acquire knowledge of long term and short term sources of finance available in India.
4. Students will acquire skills about how to go for working capital management of firm.

Unit No	Topic	Course Outcome
1	<p>Business Finance</p> <p>1.1 Meaning, objectives, scope and importance</p> <p>1.2 Time Value of Money: Need, Importance, Future value, Present value through discounted cash flow technique</p>	Students will be able to understand the role and importance of corporate finance, and learn the calculation value of money.
2	<p>Strategic Financial Planning:</p> <p>2.1 Meaning - objectives, assumptions,</p> <p>2.2 Steps in financial planning</p> <p>2.3 Estimating financial requirements of firm - limitations of financial planning</p> <p>2.4 Capitalization - over capitalization, undercapitalization,</p> <p>2.5 Theories of capitalization,</p> <p>2.6 Estimating financial needs and Sources of finance.</p>	Students will be able to understand the financial planning, theories of capitalization and estimation of finance need of firm.
3	<p>Corporate Securities and Sources of Long term Finance:</p> <p>3.1 Ownership securities - equity shares: characteristics, advantage and disadvantages, preference shares: characteristics, advantage and disadvantages, Companies Act (Amendment) 2013</p> <p>3.2 Creditor's securities- debentures: characteristics, classification, procedure of issuing debentures and Bonds.</p> <p>3.3 Company Deposit</p> <p>3.4 The dividend decision: Background of dividend policy, Theories of dividend, Trend in dividend distribution in India, Measures of dividend policy, dividend yield and dividend Payout</p>	Students will be able to learn the sources of finance to be tapped for running business successfully.

4	Short Term Finance and Working Capital Management 4.1 Characteristics of short term finance – short term needs, 4.2 sources of short term finance, role of working capital, best management practices of working capital 4.3 Financing of working capital – trade creditors, bank credit, bank financing of account receivables, working capital - advantages and disadvantages.	Students will be able to apply best practice in working capital management.
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