



Symbiosis College of Arts and Commerce

(An Autonomous College under Savitribai Phule Pune University)

Subject code	40609C18	Semester	I	II	III	IV	V	VI	M.Com.	I	II	III	IV
Title of Subject		S.Y.B. Com with Specialization in Accounting and Finance (Integrated Program) Semester IV Title: Financial Management											
Objectives	<div>1. To develop the knowledge and skills expected of a finance manager for decision making</div> <div>2. To develop knowledge related to investment, financing, and dividend policy</div> <div>3. To understand the various valuation methods for business</div>												
Course Outcomes	<div>After completing the course, the student will be able to</div> <div>CO1: Discuss the role and purpose of the financial management function, assess and discuss the impact of the economic environment on financial management</div> <div>CO2: Estimate optimum working capital and formulate strategies to manage working capital</div> <div>CO3: Carry out effective investment appraisal, identify and evaluate alternative sources of business finance</div> <div>CO4: Discuss and apply principles of business and asset valuations, explain and apply risk management techniques in business</div> <div>CO5: Demonstrate employability and technology skills</div>												
Detailed syllabus													
Unit	Contents of the syllabus												Number of Lectures
1.	Financial management function <div>1.1 The nature and purpose of financial management</div> <div>1.2 Financial objectives and relationship with corporate strategy</div> <div>1.3 Stakeholders and impact on corporate objectives</div> <div>1.4 Financial and other objectives in not for- profit organizations</div>												4
2.	Financial management environment <div>2.1 The economic environment for business</div> <div>2.2 The nature and role of financial markets and institutions</div> <div>2.3 The nature and role of money markets</div>												4
3.	Working capital management <div>3.1 The nature, elements and importance of working capital</div>												10

	3.2 Management of inventories, accounts receivable, accounts payable and cash 3.3 Determining working capital needs and funding strategies	
4.	Investment appraisal 4.1 Investment appraisal techniques 4.2 Allowing for inflation and taxation in investment appraisal 4.3 Adjusting for risk and uncertainty in investment appraisal 4.4 Specific investment decisions (lease or buy; asset replacement, capital rationing)	12
5.	Business finance 5.1 Sources of, and raising, business finance 5.2 Estimating the cost of capital 5.3 Sources of finance and their relative costs 5.4 Capital structure theories and practical considerations 5.5 Finance for small- and medium sized entities	8
6.	Business valuations 6.1 Nature and purpose of the valuation of business and financial assets 6.2 Models for the valuation of shares 6.3 The valuation of debt and other financial assets 6.4 Efficient market hypothesis (EMH) and practical considerations in the valuation of shares	6
7.	Risk management 7.1 The nature and types of risk and approaches to risk management 7.2 Causes of exchange rate differences and interest rate fluctuations 7.3 Hedging techniques for foreign currency risk 7.4 Hedging techniques for interest rate risk	10
	Total Number of Lectures	54
Suggested Reference Books 1.Financial Management (Study Text) Published by Kaplan 2.Financial Management (Exam Kit) Published by Kaplan 3.Financial Management (Study Text) published by BPP 4.Financial Management (Exam Kit) Published by Kaplan website. accaglobal.com		