

Integrated MBA 5 Yrs Syllabus from Admission Batch 2016-17 onwards

**THIRD YEAR DETAIL SYLLABUS**

<b>5<sup>th</sup> Semester</b>	<b>16IMN501</b>	<b>Financial Management-I</b>	<b>L-T-P 4-0-0</b>	<b>4 Credits</b>	<b>35 hrs</b>
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**Module-I:**

**Introduction:** Introduction to Financial Management, Financial Process, Scope of Financial Management, Goals of the firm (Profit Maximum Vs Wealth Maximum), Objectives of Financial Management in contemporary business environment.

**Module-II:**

**Long-term Financing Decisions:** Financial Markets, Money Markets, Capital Markets (Capital market Institutions), Types of Issue, Types of share capital, Debentures, Relative merits and demerits; Stock Indices (Sensex, Nifty).

**Investment decisions:** Time value of money, Future value and compounding, Present value and discounting; Concept of Return and Risk, CAPM Model, Concept of value; Nature and Types of investment decision, Investment evaluation criteria (NPV, IRR, Payback, Discounted payback).

**Module-III:**

**Cost of Capital:** Significance of Cost of Capital; Determining components of cost of capital – Cost of Debt, Preference Share Capital, Equity share capital, Cost of Retained earning, WACC.

**Module-IV:**

**Capital Structure:** Concept of Leverage, Types of Leverage, Capitalization, Theories of capitalization, Over and under capitalization, watered stock/capital, Capital Structure Theories – Relevance and irrelevance theories.

**Books:**

- Van Horne, Bhaduri – Fundamentals of Financial Management- Pearson
- I.M. Pandey, Financial Management, Vikash Publications.
- Khan & Jain, Financial Management, Tata McGraw Hill

  
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