Course Code	Course Name	Credits
26CM505	FINANCIAL MANAGEMENT	4

Course Objectives

Upon successful completion of the course, students will be able to:

- To acquaint the students with the basic Concepts of finance and methods of financial management of business firms.
- To develop the skills to analyze Implement investment decisions, the process and methods of evaluation of various investment proposals.
- To learn the theories of capital structure and the cost of capital practices followed by the corporate in India.
- To understand the nature of capital Budgeting and the application of capital budgeting techniques.
- To understand the legal, procedural and tax aspects of dividend policy.

Course Outcomes

After completing this course, students will be able to:

- Students would be able to understand the fundamentals of financial statement analysis for the purposes of evaluating and forecasting in financial management.
- Students would be able to understand the basics of risk and return, Manage the components of working capital to minimize the cost of carrying current assets and the cost of short-term borrowing.
- Students would be able to calculate the cost of debt, cost of equity and the Cost of Capital, and understand the importance of Company's capital structure in Corporate Finance.
- Students would be able to Familiarize the capital budgeting methods and decisions, Application of Capital budgeting techniques by corporate in India.
- Students are able to identify the factors affecting dividend policy and various dividend valuation model practices following in India.

Unit I Functions and Goals (12hours)

Meanings – Principles and Functions of Financial Management – Investment, Financial and Income Functions – Goals of Financial Management – Role of Financial Manager in Financial Management – Time value of money: Rationale – Techniques – Practical applications of Compounding & Discounting – Present Value Techniques.

Unit II Financing Function (12 hours)

Long term financing sources and instruments – Shares and Debentures –Convertible securities & Term Loans – Foreign equity and Debt securities – Risk and Return: Meaning – Types – Risk return trade off –Working Capital: Components & Estimation –Financing – Sources and approaches- Relevant case problems.

Unit III Cost of Capital and Capital Structure: (12hours)

Cost of Capital and Capital Structure: Cost of capital: Equity, Debt, Retained Earnings - Weighted Average Cost of Capital. Capital Structure: Theories - Net income, Net operating income, MM and Traditional Theories. Leverage: Types and significance- Relevant case problems

Unit IV Capital Budgeting (12hours)

Nature and types - Evaluation techniques: Payback period - ARR - IRR -NPV - CAPM - Capital Rationing - Concept of Adjusted NPV for Global Projects- Relevant Case problems.

Unit V Dividend Decisions: (12 hours)

Dividend and Retained Earning – Dividend Policies, Forms of Dividend -Factors affecting dividend decision - Dividend theories - Graham, Gordon, Walter and MM Theories - Relevant Case problems.

Reference Books:

1. Ackert and Deaves., Behavioural Finance., Cengage Learning; 001 edition (September 23, 2009)
2. Apte P G., International Financial Management., McGraw Hill Education, 2014.
3. Brigham and Ehrhardt., Financial Management- Theory & Practice., Cengage Publications; 14
4. edition (1 February 2015).
5. James C VanHorne., Financial Management and Policy., Prentice Hall, January, 2001.
6. Khan and Jain., Financial Management., McGraw Hill Education; Seventh edition (1 July 2017)
7. Pandey L.M., Financial Management., Vikas Publishing (2015)

Website Link

1. Financial Management Complete Syllabus Playlist
2. Financial Management Complete Series
3. ACCA FM Revise Entire Syllabus in 10 Hours
4. https://youtu.be/CCQwz_Gwo6o?si=in-SMm1Nroh6LVRS
5. https://youtu.be/CO8LDV2sO6M?si=wkHfYVZszdn0e1Wu

COs and Bloom's Taxonomy Mapping – 26CM505		
Course Outcomes	**On successful completion of this course, students will be able to**	**BTL**
CO1	Students would be able to understand the fundamentals of financial statement analysis for the purposes of evaluating and forecasting in financial management.	K1, K2
CO2	Students would be able to understand the basics of risk and return, Manage the components of working capital to minimize the cost of carrying current assets and the cost of short-term borrowing.	K3, K4
CO3	Students would be able to calculate the cost of debt, cost of equity and the Cost of Capital, and understand the importance of Company's capital structure in Corporate Finance.	K4
CO4	Students would be able to Familiarize the capital budgeting methods and decisions, Application of Capital budgeting techniques by corporate in India.	K5
CO5	Students are able to identify the factors affecting dividend policy and various dividend valuation model practices following in India	K6

Bloom's Taxonomy Level) - K1 – Remembering, K2 – Understanding, K3- Applying, K4 – Analyse, K5- Evaluate ar - Create

Relationship Matrix – 26CM505													
Course Outcomes	**Programme Outcomes (POs)**						**Programme Specific Outcomes (PSOs)**						**Mean Score of Cos**
	PO1	**PO2**	**PO3**	**PO4**	**PO5**	**PO6**	**PSO1**	**PSO2**	**PSO3**	**PSO4**	**PSO5**	**PSO6**	
CO1	3	2	2	3	2	2	3	3	2	2	2	1	2.25
CO2	3	3	2	3	3	2	2	3	2	3	2	2	2.50
CO3	3	3	2	2	3	2	2	3	2	3	2	1	2.33
CO4	3	3	2	3	2	2	2	3	3	3	2	1	2.42
CO5	3	3	2	3	3	3	2	3	2	2	3	2	2.58
												Total	2.42

Mean Score: 3- High, 2- Medium/Moderate, 1-Low

FULLY HUMAN Fully Alive