## OBE based Teaching Lesson Plan 2019-20

# Program: BBA CIMA (Professional)

# **Course Name: Financial Management**

Course Code: M3 17 MC 403

#### Semester: 4 Lecture hours: 60

### Faculty in-charge: Nischitha .K

Course Outco me No.	Course Outcomes	T level Indicator
1	Explain the Role of financial manager in the enhancement the wealth maximization of shareholders in the present state of affairs.	T2
2	Prepare the Cost of Capital with live financial Statements.	T4
3	Plan for optimum Capital Structure for a hypothetical firm.	T4
4	Examine Investment decisions by using Capital Budgeting Technique.	T4
5	Relate the implications of Theories of Dividend with dividend decisions.	Т3
6	Estimate the Working Capital Requirements of a Hypothetical firm and Examine factors that determine the working capital and operating cycles.	Τ4

Module No. & Topics Covered	Course Outco me No.	No. of Lectur e Hours	Pre-Class Activity	Instructio nal technique s	Assessm ent	T lev el
Module-1FinancialManagementMeaningNatureScopeor	1	5		Lecture through PPT and Discussions	Online test Quiz	T2

Financial Management – Goals of Financial Management – Concept of time value of money – Financial Decisions.						
Module- 2 - Financing Decision - Cost of Capital Sources of long term finance for a Company - Equity and Preference capital, Long term loans, Debt funds, Computation of Cost of Specific Sources of Capital -Cost of Equity - Preference - Debt- cost of funds - Pre and Post tax, - Cost of Retained Earnings - Weighted Average Cost of Capital - Marginal cost of Capital.	2	10	Pre reading material	Lecture through PPT and problem solving	Online test Quiz problem solving	Τ4
Module-3-FinancingDecision-Decision-CapitalStructureMeaningofCapitalStructureStructure-TradingonEquity-CapitalGearing-OptimumCapitalStructure-Factors	3	10	Pre reading material	Lecture through PPT and problem solving	Online test Quiz Case solving	Τ4

determining Capital Structure- Leverages - Operating leverage - Financial leverage and combined leverage - Problems.						
Module - 4 - Investment Decision Capital Budgeting - Meaning - Significance - Capital Budgeting Process - Payback period - ARR - Net Present Value- IRR Method - Profitability Index - Concept of Capital Rationing.	4	15		Lecture through PPT and problem solving	Online test Quiz Case solving	Τ4
Module -5 - Dividend Decision Meaning - Types of Dividend policies - Factors influencing dividend policy - Forms of Dividends - Relevance and Irrelevance Theories of Dividend (concept only).	5	8	Pre reading material	Lecture through PPT and Discussions	Online test Quiz Case solving	T3
Module- 6 - Working Capital Management	6	12	Articles on topics	Lecture through PPT and	Online test	Т4

Decision				
Decision Meaning – Factors influencing working capital requirement – Types of working capital – Sources of short term finance- overdrafts – payables- factoring- other short term loans – treasury bills – term deposits – other investments; – Profitability/ Liquidity trade off – evaluation of working capital management policy- Simple Problems on estimation of working capital requirements. Aggressive moderate and conservative approaches to the financing of working capital; working capital requirement, Methods of short term cash investment – analysis of short		problem solving	Quiz problem solving	
the financing of working capital; working capital cycle. Cash management, Methods of short term cash investment -				

### **Continuous Internal Assessment**

- Power point presentation in class on the given topic.
- Case study analysis
- Class test online
- Class test

## **Books for Reference:**

- Dr. R P Rustagi: Financial Management, Taxmann
- Jonathan Berk & Peter DeMarzo: Pearson Education
- Bhabatosh Banerjee: Fundamental of Financial Management, PHI
- Dr. S N Maheshwari: Fundamental of Financial Management, Sultan Chand & Sons
- Prasanna Chandra: Theory & Practice, Tata McGraw Hill.
- I.M.Pandey: Financial Management , Vikas

Prepared By : Nischitha K

Approved

by: