

IV SEMESTER**FINANCE & TAXATION**

Subject Code	Title of the Paper	Hours/ week	Marks			Credits
			CIA	SE	Total Marks	
P115 MC 401	Dissertation/Project (Based on the Specialization)	-	-	-	200	8
P116 FT 401	Indirect Taxation	4	50	50	100	4
P115 FT 402	International Financial Management	4	50	50	100	4
P115 FT 403	SAP – FICO	4	50	50	100	4
P115 AR 401	Business Policy and Strategic Management	3	50	50	100	3
P115 EA 401	Extension Activity	-	-	-	-	1

P116 FT 401: INDIRECT TAXATION

Objectives

To gain knowledge about the tax laws in force for the relevant accounting year and to provide an insight into procedural aspects for filing tax returns for various assesses.

Module 1:

Canons of Taxation – Indirect Taxes - Features of Indirect Tax Constitutional validity. Indirect Tax Laws, administration and relevant procedures.

Central Excise - The Central Excise Law, Goods, Excisable goods, Manufacture and manufacturer, Classification, Valuation, Related Person, Captive Consumption, CAS 4, CENVAT, Basic procedures, Export, SSI, Job Work, Assessment, Demands, Refund, Exemptions;

Module 2:

Customs Laws - Basic Concepts of customs law; Territorial waters, high seas; Types of custom duties, Anti-Dumping Duty, Safeguard Duty; Valuation; Customs Procedures, Import and Export Procedures, Baggage, Exemptions, Warehousing, Demurrage; Project Imports and Re-Imports; Penalties and Offences, Export Promotion Schemes, EOU, Duty Drawback; Special Economic Zones.

Module 3:

Service Tax - Introduction, Service Provider and Service Receiver, Registration procedure, Records to be maintained; Classification of taxable services; Valuation of taxable services; Exemptions and Abatements; Payment of service tax, Return; Cenvat Credit Rules; Export and import of services; Other aspects of Service Tax; Taxable Services; Special Audit under 14A and 14AA of Central Excise Act.

Module 4:

Central Sales Tax Act & VAT Act - Introduction, definition of sale under CST; Stock transfer, branch transfer under CST; Interstate sale, Various forms for filing of sales tax returns under CST; Sales outside territorial waters under CST; Procedures; Practical examples on CST; VAT, Salient features of State VAT Acts. Treatment of stock & branch transfer under State VAT Acts; Filing & Return under State VAT Acts; Accounting & Auditing VAT.

Practical problems and Case Studies under Indirect Tax Laws.

Module 5:

Goods & Service Tax – Overview, tax rate under the proposed GST, brief provisions of GST.

Introduction to current Indirect Tax structure in India, What is GST?, Operation of GST, Advantages of GST, Models of GST, Expected models of GST in India, Revenue Neutral Rate (RNR), Taxes/Duties to be subsumed in GST, Interstate transaction and GST, Present taxation vs. GST, Cess under GST, GST in other countries

Module 6:

Indirect Tax Planning – High See Sales (VAT), indirect tax scheme – EPCG, SFI, M-CIPS etc.

BOOKS FOR REFERENCE:

1. *Indirect Taxes: Md Rafi Bharats Publication.*
2. *Applied Indirect Taxation, Md Rafi, Bharats Publication.*
3. *Indirect Tax Management: Md. Rafi, BharatsPublication.*
4. *Indirect Taxes – Law & Practice: VS Datey, Taxmann Publication.*

P115 FT 402: INTERNATIONAL FINANCIAL MANAGEMENT**Objectives:**

1. *To expose the students to the environment of international finance and its implications on international business.*
2. *To understand the nature and functioning of foreign exchange markets, determination of exchange rates and interest rates with forecasting.*

Module 1:

Introduction to International Finance -

Meaning and scope, International business methods, International Sources of finance for the firm – Bond financing, Loan financing, Securitized financing, equity financing, loan agreement and negotiations, international financial transactions.

Balance of Payments – Accounting components of Balance of Payments, equilibrium, disequilibrium and adjustments of Balance of Payments and trade deficits.

Module 2:

The Foreign Exchange Market- Structure, Exchange rate determination and **Forecasting (Time Series Model)**, fundamental factors affecting exchange rates, parity conditions in Foreign exchange markets. Purchasing Power Parity, Balance of Payments theory, Fisher's effect covered intent parity, real intent parity. Parity conditions and managerial implications.

Module 3:

Foreign Exchange Risk Management - Conceptual overview, nature of exposure – Economic/Transaction/Translation – Hedging & Speculation. Derivatives and exposure management – currency future, currency options, Interest rate Risk Management – Internal and external hedging strategies, recent developments in management of exposure.

Module 4:

International Financing Decision - Issues in overseas funding choices, economic circumstances and overall funding choices, funding and risk management aspects. Analysis of capital budgeting - Foreign project appraisal and growth evaluation, cost of capital of a foreign investment and incorporating International Tax Laws in Multi-national Capital Budgeting.

Module 5:

Short Term Asset and Liability Management - International Working Capital Management - financing strategies and options, International Cash, Inventory and Receivables Management.

Module 6:

International Project Finance - Techniques of financing, leasing, Cross border finance, FDI, Joint ventures management.

BOOKS FOR REFERENCE:

1. *Madura, Jeff: International Financial Management, Cengage Learning, New Delhi.*
2. *Alan Shapiro: Multinational Financial Management, Prentice Hall, New Delhi.*
3. *Apte: International Financial Management, Tata Mcgraw Hill, Delhi.*
4. *David B. Zenoff & Jack Zwick: International Financial Management.*
5. *Rita M. Rodriguez L. Bigame Carter: International Financial Management.*
6. *V. A. Avadhani: International Finance - Theory and Practice, Himalaya Publishing House.*
7. *J. Fred Weston & Bart: Guide to International Financial Management.*
8. *Robery O. Edmister: Financial Institutions - markets and Management.*
9. *A. V. Rajwade: Foreign Exchange International Finance and Risk Management, Prentice Hall.*
10. *Jeff Madura: International Financial Management, Thomson Learning.*

11. *Jeevanandam: Foreign Exchange – Practice, Concepts & Control, Sultan Chand & Sons.*

**P115 FT 403: SYSTEMS, APPLICATIONS, PRODUCTS – FINANCIAL ACCOUNTING & CONTROLLING
(FICO)**

Objectives:

To give an orientation of ERP and both financial accounting and controlling modules which stores financial transactions data.

Module 1:

Introduction to R/3 - Financial Accounting Basic Settings, General Ledger Accounting, Accounts Payable, Accounts Receivable, Asset Accounting, New General Ledger Accounting Reports, Integration, Architecture, SAP service, landscape.

Module 2:

Integration of financial accounting with materials management - Definition of organizational units in materials management i.e. plant, storage location and purchase organization, Assignment of organizational units to each other, 3. Definition of tolerance groups for purchase orders, Definition of tolerance groups for goods receipt, 5. Definition of tolerance groups for invoice verification, Definition of vendor specific tolerances, Creation, display and change of material master records, Creation of plant parameters, Maintenance of posting periods for materials management, Maintenance of parameters for invoice verification, Maintenance of plant parameters for inventory management and physical inventory, Definition of attributes for material types, Assignment of GL accounts for material transactions in financial accounting (Integration of MM with FI), Creation of purchase order, posting of goods receipt, invoice verification and Goods issue for production.

Module 3:

Integration of financial accounting with sales and distribution- Definition of sales organization, definition of distribution channels, definition of divisions, assignment among various organizational units in SD, definition of partner functions, definitions of shipping point and loading points, definition of pricing procedures, determining the shipping points, determining the pricing procedures, maintenance of SD condition types, maintenance of condition records, assignment of GL accounts for sales transactions(integration of FI with SD), creation of sales order, initialization of stock, posting the delivery of goods, creating the sales invoice

Module 4:

Controlling - Basic settings for controlling - Defining Controlling Area, Defining Number ranges for Controlling Area, Maintain Planning Versions

Cost Center Accounting - Defining Cost Center Standard Hierarchy, Creation of Cost Centers and cost center groups, display cost center master records, change cost center master records, creation of cost center groups, posting to cost centers, reposting of co line items, Repost of Costs, Planning for cost centers. Overhead Calculation, Creation of secondary cost element master records, Creation and Execution of Distribution Cycle, Creation and execution of assessment cycles, Cost center reports

Module 5:

Internal Orders - Defining order types, Creation of internal order master records, display internal order master records, change internal order master records, postings to internal orders, planning for internal orders, reposting co line items for internal orders, Repost of costs for internal orders, Report of Variance analysis for internal orders, Creation of real internal orders, Posting of business transaction to real orders, Definition of allocation

structures, Definition of settlement profiles, Definition of planning profiles, Settlement of real internal orders, Budgeting and availability control, Maintain number ranges for budgeting, Define tolerances for availability control, Specification of exempt cost elements from availability control, Maintenance of budget manager

Module 6:

Product cost planning - creation of bill materials, creation of activity type master records, planning for activity hours, activity type price calculation, creation of work center master records, creation of routings, defining cost sheet(overhead structures), assignment of cost sheet to costing variant, creation of cost estimate with quantity structure, marking, releasing, creation of cost estimate without quantity structure

BOOKS FOR REFERENCE:

1. *SAP(R) ERP Financials and FICO Handbook (The Jones and Bartlett Publishers Sap Book Series) by S. N. Padhi (Author).*
2. *SAP Fico Covers Sap Ecc 6.0 Black Book (English) (Paperback) Author: Bhushan Jairamdas Mamtani.*

P115 AR 401: BUSINESS POLICY AND STRATEGIC MANAGEMENT

Objective:

To enable the students to develop an understanding of the basic inputs in making and implementing corporate strategic decisions.

To familiarize the students with the issues and practices involved in corporate decisions.

Module 1:

Nature and Scope of Strategic Management:- Characteristics, Dimensions – Approaches to Strategic Decision Making, Strategic Management Process – Components of Strategic Management Model, -Policy & Strategic Management, Strategic role of Board of Directors and Top Management, Strategic Implications of Social and Ethical Issues.

Module 2:

Strategy Formulation and Strategic Analysis- Company's Goals, Mission and Social Responsibility, Vision – Objectives Analysis of Board Environment – External Environment Factors Economic, Social, Political, Ecological, International, Industrial – Competitive Forces and Strategy, Industry Analysis (Michael Porter's Model) Analysis of Strategic advantage, -Resource Audit, Value Chain Analysis, Core Competencies, SWOT Analysis, Analysis of Stakeholders Expectations.

Module 3:

Strategic Choices/Options- The five generic competitive strategies; Tailoring strategies to fit specific industry and company situations; External Growth Strategies – Mergers, Acquisition, Joint Ventures and Strategic Alliance; Competing in foreign markets; Evaluation of Strategic Alternatives, -Product Portfolio Models,

Module 4:

Strategy Implementation- Implementation Issues, Planning and Allocating Resources, – Financing Planning, Manpower Planning, Organizational Structures, -Factors affecting choice of structure, Degree of Flexibility and Autonomy.

Module 5:

Functional Strategy- (i) Marketing Strategy – Nature, Significance, Formulating Marketing Strategy, (ii) Production Strategy – Need, Formulation of Production of Strategy for an organization. (iii) Research and Development (R&D) Strategy –Need, Formulating R and D Strategy (iv) Human Resource (HR) Strategy – Acquisition of Human Resources, motivation and maintenance of HR (v) Financial Strategy – Need, Financial Objectives, Making Strategic Financial Decisions (vi) Logistics Strategy.

Module 6:

Strategic Review- Evaluating the Strategic Performance – Criteria and Problems –Concepts of Corporate Restructuring, Business Process Reengineering, Benchmarking, TQM, Six Sigma.

BOOKS FOR REFERENCE:

1. *Crafting and Executing Strategy* by Thompson, Strickland, Gamble and Jain – 14th Edition Tata McGraw Hill
2. *Strategic Management -Formulation, Implementation and Control* By John A Pearce II, Richard B. Robinson Jr. 9th Edition (The Mc-Graw Hill Companies)
3. *Management Policy and Strategic Management (Concepts, Skills and Practices)* By R. M. Srivastava, Himalaya Publishing House
4. *Essence of Strategic Management* –By Bowman, Cliff, Prentice Hall N. J.

