

**SVKM's Narsee Monjee College of Commerce & Economics (Autonomous)**

Dept of Commerce

Program: B Com				Semester : IV	
Course : Business Finance Academic Year: 2023-24 Batch: 2022-25				Code: NMUBCOM404	
Teaching Scheme				Evaluation Scheme	
Lectures	Practical's	CREDITS			
45	Nil	03			
Internal Component					
Class Test			Projects / Assignments		Class Participation
<b>Detailed Syllabus: (per module plan)</b> <b>Session Outline for Business Finance</b> <b>Each lecture session would be of one-hour duration (45 sessions)</b> <b>Objectives :</b> 1) To enable students to acquire sound knowledge of concepts, nature and structure of business finance. 2) To impart knowledge and develop understanding of the role of strategic financial plan in the success of a business. 3) To enable students to understand and evaluate the various types of securities available for financial decision in Business. 4) To develop an understanding about functioning of Indian Financial System and its components. 5) To update the learners with the recent trends in finance and financing options available for businesses.					
<b>Outcome :</b> <b>After completion of the course , students would be able to</b> 1) Evaluates and differentiate the various financing options available for business in India. 2) Appreciates and identifies the crucial role of financial institutions and financial intermediaries in Indian Financial System . 3) Identifies various sources of funding options available and their advantages and limitations. 4) Comprehends various instruments of Derivatives and Commodity markets.					
<b>Pedagogy:</b> 1. Visit to BSE / NSE/RBI/SEBI /BOLT Exchange 2. Newspaper / Magazine article reading for currents trends in finance. 3. Home Assignment for the technical aspects of Financial terms					

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4. Flipped classroom to enhance learner participation & activity.
5. Organize Management games in classroom i.e. Mock Stock.

**Detailed Syllabus: ( per session plan )**

**Session Outline For: Business Finance**

**Each lecture session would be of one hour duration (45 sessions)**

Module	Module Content	Module Wise Pedagogy Used	Module Wise Duration (hrs)	Module Wise Reference Books
I	<p><b><i>Business Finance:</i></b></p> <p>1.1 Nature , Objective , Scope ( Traditional and Modern concept of finance function) &amp; Significance of Business finance, Fundamental Principles of Business Finance. The role of Financial Manager.</p> <p>1.2 Strategic financial planning: Meaning - objective, steps in financial planning - estimating financial requirements - limitations of financial planning. Concept of capital risk , cost and return.</p> <p>1.3 Corporate securities and sources of finance ,</p> <ul style="list-style-type: none"> <li>o Ownership securities - equity shares &amp; preference shares , characteristics, advantage and disadvantages.</li> <li>o Creditorship securities- debentures : characteristics-classification-procedure of issuing debentures and Bonds.</li> <li>o Short term finance and working capital characteristics of short-term finance - sources of short-term financing - trade creditors, bank credit, bank financing of account receivables, working capital - advantages and disadvantages of short term financing.</li> </ul>	<p>Review of Company Reports for assessment of their Financial objectives and statements</p> <p>Discussion on Business Finance Policies &amp; their impact on business &amp; industries</p> <p>Role play on various types of Investor</p>	10	<p>Essentials of Business Finance, R.R. Srivastava and Shubhra Verma , Himalaya Publishing House</p> <p>Principles of corporate finance , Richard Brealey , Stewart Myers , Franklin Allen Pitabas Mohanty , Cengage Learning Private Limited, Delhi</p>
II	<p><b><i>Capitalization and Capital Structure:</i></b></p> <p>2.1 Capitalization : Theories of Capitalization, Overcapitalization , Undercapitalization and Fair balanced capitalization.</p> <p>2.2 Cost of Capital: Meaning, importance, classification of cost.</p> <p>2.3 Capital Budgeting: Meaning, importance, challenges, kinds of capital budgeting, process of capital budgeting, Risk analysis in capital budgeting</p>	<p>Review of Capital Structure of a specific Industry / Corporate</p> <p>Group Discussion on the</p>	10	<p>Indian Financial System , M.Y.Khan Mc Graw Hill Education</p>

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	<p>2.4 Capital Structure: Meaning, Features, Factors affecting optimal capital structure, pattern of capital structure.</p> <p>2.5 Trading on Equity , Capital Gearing , Short term sources of financing – Factoring and Forfeiting.</p>	Capitalization and budgeting methods.		Economics Times / MINT and similar corporate finance newsletter
III	<p><b>Indian Financial System</b></p> <p>3.1 Indian Financial System: Components of Indian Financial System, Functions of Financial System, Role and Importance of Financial System in Economic development.</p> <p>3.2 Structure of Financial Market: Organized and Unorganized Market, Capital and Money Market, Primary and Secondary Market. Stock Exchange – Functions of Stock Exchange and its significance.</p> <p>3.3 Regulatory Framework of Financial Market: Reserve Bank of India: Functions and Role of RBI. SEBI: Powers and Functions of SEBI, Investor's protection measures of SEBI.</p> <p>3.4 Financial Intermediaries and Financial Services: Types and Functions of Financial Intermediaries, Fund based and Fee based classification of Financial Services, Role of Credit Rating Agencies, Merchant Bankers, Underwriters, Stock Broking, Depositories and Custodial Services.</p>	<p>Analysis of Case-studies and Illustrations, Discussion on latest examples from newspapers</p> <p>Case studies based on working of SEBI , Stock Exchange (Illustrations)</p>	12	<p>Mutual Funds in India: Emerging Issues- A Trades Guide to Indian Commodities Market-</p> <p>Economics Times / MINT and similar corporate finance newsletter</p>
IV	<p><b>Key Dimensions of Finance</b></p> <p>4.1 Lease: Meaning, Essential elements of leasing, Types of Lease</p> <p>4.2 Hire Purchase: Meaning, Features, Hirer's rights and obligations</p> <p>4.3 Mutual Funds- Advantages and Limitations, Types, Factors responsible for growth of mutual funds – Systematic Investment Plan.</p> <p>4.4 Derivatives Market: Meaning, Importance and Need of Derivative market, Kinds of Financial Derivatives. Types and Participants in Derivatives and its categories.</p> <p>4.5 Start-up Ventures –Concept, Sources of Funding, Venture Capital: Meaning, Features, Types, Stages &amp; Process of venture capital investment, venture capital industry in India.</p>	Newspaper , Finance Magazine articles on the mentioned topics.	13	

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	4.6 Crypto Currency , Angel Funding , Crowd Funding , Boot Strapping , Funding from incubators and accelerators and Alternate Investment Fund.			
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### Reference Books:

Title	Author(s)	Publisher
Essentials of Business Finance	R.R. Srivastava and Shubhra Verma	Himalaya Publishing House
Business finance	P.V.Kulkarni	Himalaya Publishing House
Corporate Finance	S.C.Kuchal	Chaitanya Publishing House, Allahabad
Indian Financial System	M.Y.Khan	Mc Graw Hill Education
Principles of Corporate Finance	Richard Brealey , Stewart Myers , Franklin Allen Pitabas Mohanty	Mc Graw Hill Education
Corporate Finance Theory and Practice	Aswath Damodaran	Wiley International
Financial Management: Theory and Practice	Prasana Chandra	
Principles of corporate finance	William L. Magginson, Scott B. Smart, Lawrence J. Gitman	Cengage Learning Private Limited, Dehli



