

SYLLABUS

PANJAB UNIVERSITY

B.COM. (6TH SEMESTER)

BCM 602: FINANCIAL MANAGEMENT

Objective: *The objective of the paper is to familiarize the students with Principles and Practices of Financial Management.*

UNIT – I

Financial Management: Meaning, Scope and Objectives of Financial Management, Time Value of Money- Compounding Techniques and Discounting Techniques. Capital Budgeting, Planning of Capital Expenditure, Evaluation of Projects (Excluding Risk and Uncertainty, Implications of Normal, Initial and Terminal Depreciation and Balancing Charge). Cost of Capital: Determination of Cost of Capital, Components of Cost of Capital.

UNIT – II

Sources of Corporate Finance, SEBI Guidelines for Raising Corporate Finance. Capital Structure, Meaning, Types of Leverage, Determinants of Capital Structure. Theories of Capital Structure. Working Capital Management and its Estimation (Excluding Cash, Receivable and Inventory Management). Dividend Policy- Relevance and Irrelevance Theories.