

S.N.D.T. WOMEN'S UNIVERSITY
B.COM II AND III

B.Com. III
Semester V
Commerce Paper V (Compulsory) Modern Finance
Computer Code 545506
4 credits

Objective: The course provides the learner a broad overview of financial and portfolio management.

Unit	Topic	No. of Lectures	Credit	Weightage %
Unit- 1	<p>Objective: To familiarize the learner with the concepts of financial management.</p> <p><u>Introduction to Financial Management</u></p> <ul style="list-style-type: none"> • Nature, Importance and Scope of Financial Management. • Financial Goals – Profit Maximization v/s Wealth Maximisation • Sources of Finance – Short Term and Long Term (Public Deposits, Factoring, Warrants, Self-Financing, Equity Shares, Preference Shares and Debentures) • Changing Role of Finance Manager in Globalization Era. 	15	1	25
Unit- 2	<p>Objective: To summarize the learner with the various factors influencing capital structure.</p> <p><u>Capital Structure Decisions</u></p> <ul style="list-style-type: none"> • Concepts and Determinants of Capital Structure • Financial Leverage (Pros and Cons) • Working Capital and Fixed Capital (Concept and Determinants) • Theories of capitalization (Cost and Earning Theory) <p>Overcapitalization and Undercapitalization (causes, effects and remedies)</p>	15	1	25

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Unit- 3	<p>Objective: The learner will be able to describe and explain important financial services</p> <p><u>Financial Services</u></p> <ul style="list-style-type: none"> • Merchant Banking – Concept, Services, Present Scenario • Venture Capital – Concept, Characteristics, Role, Present Scenario • Lease Financing – Types, Advantages, Limitations • Mutual Funds – Concept, Types, Role in Economic Development 	15	1	25
Unit- 4	<p>Objective: The learner will be able to gain theoretical and practical knowledge in the field of investment.</p> <p><u>Portfolio Management</u></p> <ul style="list-style-type: none"> • Nature and Scope of Real and Financial Assets (Asset Classes) • Investment Objectives and Principles of Portfolio Management • Investor Profiling and Goal Planning • Risk and Return Matrix • Portfolio and Wealth Management Industry in India 	15	1	25
	Total	60	4	100

Recommended / Reference Books:

1. Khan, M. Y., & Jain, P. K. (2018). *Financial Management – Text, Problems and Cases* (8th ed.). McGraw Hill Education
2. Pandey, I. M. (2015). *Financial Management* (11th ed.). New Delhi: Vikas Publishing House Pvt Ltd.
3. Chandra, P. (2017). *Financial Management Theory and Practice* (9th ed.). New Delhi: McGraw Hill Education (India) Private Limited.
4. Gurusamy, S. (2009). *Indian Financial System*. McGraw Hill Education.
5. Pathak, B. (2018). *Indian Financial System - Markets, Institution and Services* (5th ed.). Pearson India Education Services Pvt. Ltd.

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6. Chandra, P. (2017). *Investment Analysis and Portfolio Management* (5th ed.). McGraw Hill Education.
7. Gordon, E. & Natarajan, K.(2016). *Financial Markets and Services*. Himalaya Publishing House.
8. Ranganatham, M. &Madhumathi, R. (2012). *Security Analysis and Portfolio Management* (2nd ed.). Pearson Publication.
9. Gurusamy, S. (2009) *Financial Services and Systems*. McGraw Hill Education.