AC – 20/04/2024
Item No. – 7.7 Sem. I (11a)

As Per NEP 2020

University of Mumbai

Syllabus for Basket of Open Elective	
Board of Studies in Financial Management	
UG First Year Programme	
Semester	**I**
Title of Paper	**Credits 2**
I) Open Elective in Financial Management Paper I	**2**
II)	**NA**
III)	**NA**
From the Academic Year	**2024-25**

Sr. No.	Heading	Particulars
1	**Description of the course:** **Including but not limited to:**	Financial management is a critical skill for both individuals and businesses. A strong understanding of financial management can help learners make sound financial decisions, both in their personal lives and in their careers. For businesses, financial management is essential for ensuring the long-term financial health of the company. By understanding financial management concepts, learners can develop the skills they need to create budgets, allocate resources, and make sound investment decisions. The course is designed to provide learners with a basic understanding of financial management. The course covers the history, significance, objectives, and principles of financial management, as well as the sources and costs of finance.
2	**Vertical :**	Major/Minor/√Open Elective /Skill Enhancement / Ability Enhancement/Indian Knowledge System
3	**Type :**	Theory & Practical Illustrations
4	**Credit**:	2 credits
5	**Hours Allotted :**	30 Hours
6	**Marks Allotted**:	50 Marks
7	**Course Objectives**: 1. To equip students with the fundamental knowledge about financial management. 2. To discuss and identify various sources of finance for a company. 3. To understand and determine the various components of cost of capital.	
8	**Course Outcomes** 1. The learners will be able to summarize the concepts and fundamentals of financial management. 2. The learners will be to summarize and classify various sources of finance available to a company. 3. The learner will be able to summarize and calculate the individual and total costs of capital.	

9	**Modules**:

Module 1: Introduction to Financial Management- I

- Evolution, Significance, Objectives and Principles of Financial Management.
- Economic Profit Vs Accounting Profit.
- Agency Relationship: Problems and Cost.
- Changing Landscape of Financial Management
- Organization of Financial Management
- Tasks and Responsibilities of Modern Financial Manager
- Sources of Finance: Introduction, Need and Classification.
  (Theoretical Aspects Only)

Module 2: Cost of Capital

- Cost of Capital: Introduction, Need and Classification.
- Measurement of Cost of Capital: Cost of Debt, Cost of Preference Share Capital, Cost of Retained Earnings and Cost of Equity (E / P Ratio Method, E / P Ratio + Growth Rate Method / P Ratio Method, D / P + Growth Rate Method) and Weighted Average Cost of Capital (Book value and Market Value)

(Theoretical & Practical Aspects Only)

10	**Textbooks:**

1. Fundamentals of Financial Management by D. Chandra Bose, PHI Learning Pvt. Ltd., New Delhi
2. Fundamentals of Financial Management by Bhabotosh Banerjee, PHI Learning Pvt. Ltd., New Delhi
3. Fundamentals of Financial Management by Vyuptakesh Sharma, Pearson Education, New Delhi

11	**Reference Books:**

1. Fundamentals of Financial Management by J.C. Van Horne, Prentice Hall of India, New Delhi
2. Financial Management: Text and Problems by M.Y. Khan and P.K. Jain, Tata McGraw Hill, New Delhi
3. Financial Management: Theory and Practice by Prasanna Chandra, Tata McGraw Hill, New Delhi
4. Financial Management by I.M. Pandey, Vikas Publishing House, New Delhi

12	**Internal Continuous Assessment: 40% i.e. 20 marks**	**Semester End Examination: 60% i.e 30 marks**

13	**Continuous Evaluation**

	Assessment/ Evaluation	Marks
1	Class Test during the lectures. (Physical/ Online mode). (Short notes/ MCQ's/ Match the Pairs/ Answer in one sentence/ puzzles)	10
2	Participation in Workshop/ Conference/Seminar/ Case Study/Field Visit/ Certificate Course. (Physical/Online mode)	10

14	**Format of Question Paper:** for the final examination

Attempt any 2 out of 3 questions.

Question No	Questions	Marks
Q1	Practical/ Theory	15
Q2	Practical/ Theory	15
Q3	Practical/ Theory	15
	TOTAL	**30**

Note

1. Equal Weightage is to be given to all the modules.
2. 15 marks question may be subdivided into 8 marks + 7 marks, 10 marks + 5 marks and 5 marks + 5 marks + 5 marks. Internal options may be given however it is not mandatory.
3. Use of simple calculator is allowed in the examination.
4. Wherever possible more importance is to be given to the practical problems.

Sign of the BOS
Dr. Arvindkumar Shankarlal Luhar
Board of Studies: B.Com (Financial Management)

Sign of the Offg. Associate Dean
Dr. Ravikant Balkrishna Sangurde
Faculty of Commerce

Sign of the Offg. Associate Dean
Prin. Kishori Bhagat
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