Programme: B.Com.	Year: Third	Semester: Fifth
	Subject: Comme	rce
Course Code: C010503T Course Title: Business Finance		

Course outcomes: This course is to help students understand the conceptual framework of Business Finance.

Credits: 5	Core Compulsory / Elective: Elective
Max. Marks: 25+75	Min. Passing Marks:10+25

Total No. of Lectures (in hours per week): 75

Unit	Topics	
I	Business Finance: Nature And Scope, Finance Function Investment Financing And Dividend Decisions, Capital Budgeting: Meaning Nature And Importance Investment Decisions Are Its Major Evaluation Criteria.	
II	Cost Of Capital: Meaning, Importance, Calculation Of Cost Of Debt, Preference Shares, Equity Shares And Retained Earnings, Combined (Weighted) Cost Of Capital, Capitalization- Meaning, Overcapitalization.	
III	Dividend Policies: Issues In Dividend Policies, Dividend Models, Sources Of Funds:  Long Term Funds, Short Term Funds, Nature Significance And Determinants Of Working Capital.	
IV	Capital Market: (A) New Issue Market (B) Secondary Market Functions And Role Of Stock Exchange (BSE, NSE,) Money Market: Indian Money Markets-Composition And Structure.	21

## **Suggested Readings:**

- 1. Avadhani V A Financial System
- 2. Bhalla VK Modern Working Capital Management
- 3. Chandra Prasanna Financial Management Theory And Practices
- 4. Khan NY And Jain PK Financial Management Tax And Problems
- 5. Pandey I M Financial Management

Note- Latest edition of the text books should be used.

This course can be opted as an elective by the students of following subjects:

## Open for all

Suggested Continuous Evaluation Methods: Continuous Internal Evaluation shall be based on allotted Assignment and Class Tests. The marks shall be as follows:

(04 marks)	
(04 marks)	
(0.7	
(05 marks)	