

**Model Syllabus for Financial Management (Minor) in consonance with
Curriculum framework w.e.f. AY 2026-27**

COURSE STRUCTURE

Year	Semester	Course	Title of the Course	No.of Hrs /Week	No. of Credits
II	III	1	Fundamentals of Financial Management	4	4

SEMESTER-III

COURSE1: FUNDAMENTALS OF FINANCIAL MANAGEMENT

Theory

Credits: 4

4hrs/week

Course Objectives:

The course is designed to:

1. Enable students to understand the scope and functions of financial management.
2. Acquire knowledge about financing decisions including cost of capital and capital structure theories.
3. Gain analytical skills in evaluating long-term investment decisions through capital budgeting techniques.
4. Impart knowledge on managing short-term investment decisions and working capital.
5. Understand dividend decisions and policies in Financial management.

Course Outcomes (COs):

Upon successful completion of this course, students will be able to:

- **CO1:** Explain the goals, scope, and major functions of financial management.
- **CO2:** Calculate the cost of different sources of capital and analyze capital structure using theoretical models.
- **CO3:** Evaluate long-term investment decisions using capital budgeting techniques such as NPV, IRR, and Payback Period.
- **CO4:** Analyze and manage components of working capital including inventory, cash, and receivables.
- **CO5:** Understand the types and determinants of dividend policies and apply dividend decision models in practice.

UNIT-I: FINANCIAL MANAGEMENT

Meaning, Nature, Scope of financial management. Financial management goals: Profit maximization, Wealth maximization. Finance functions- Investment, financing and Dividend Decisions.

UNIT-II: COST OF CAPITAL

Meaning and significance of cost of capital, Calculation of cost of debt, Preference Capital, Equity Capital and retained earnings. Capital structure, Theories of Capital structure: Traditional and MM Hypothesis, Determining capital structure in practice, Capital structure planning, Operating and Financial leverages.

UNIT-III: CAPITAL BUDGETING

Nature of investment decisions; investment evaluation criteria - Accounting Rate of Return, Payback Period, Net Present value, Internal Rate of Return and Profitability Index.

UNIT-IV: WORKING CAPITAL

Meaning, significance and types of working capital; Determinants of Working Capital, Sources of working capital; Management of Inventories, Management of Cash; management of Accounts Receivables.

UNIT-V: DIVIDEND DECISIONS

Types of dividend, Dividend Models, Determinants of dividend policies, Practical aspects of dividend.

Student-Centric Activities:

- **Numerical Exercises:** Practice sessions on capital budgeting and cost of capital calculations.
- **Case Study Analysis:** Financial decision-making scenarios involving investment, financing, or dividend choices.
- **Group Project:** Preparation of a financial analysis report on working capital management of a selected company.
- **Seminar/ Presentation:** Topics such as MM theory, leverage analysis, or dividend policies of Indian companies.
- **Mock Board Meeting:** Simulation of capital budgeting decisions and dividend declaration process.

Recommended Books:

1. Khan&Jain, Financial management, TMH Publishers.
2. IM Pandey financial management, Vikas publications
3. Prasanna Chandra financial management, TMH publishers
4. RK Sharma&Seshi Guptha financial management, Kalyani publishers
5. Rohit Srivastav financial management, Oxford publishers

MODEL QUESTION PAPER
SEMESTER-VI
COURSE 1: FUNDAMENTALS OF FINANCIAL MANAGEMENT
(w.e.f. 2026-27)

Time: 3 hrs

Max. Marks 75

SECTION - A

Answer any Five of the following

5 X 3= 15 Marks

1. Short answer question from Unit-1
2. Short answer question from Unit-1
3. Short answer question from Unit-2
4. Short answer question from Unit-2
5. Short answer question from Unit-3
6. Short answer question from Unit-3
7. Short answer question from Unit-4
8. Short answer question from Unit-4
9. Short answer question from Unit-5
10. Short answer question from Unit-5

SECTION - B

Answer Five of the following One question from each Unit. 5 X 12= 60 Marks

11. Long answer question from Unit-1

OR

12. Long answer question from Unit-1

13. Long answer question from Unit-2

OR

14. Long answer question from Unit-2

15. Long answer question from Unit-3

OR

16. Long answer question from Unit-3

17. Long answer question from Unit-4

OR

18. Long answer question from Unit-4

19. Long answer question from Unit-5

OR

20. Long answer question from Unit-5