

Semester Lecture Plan

Government College of Arts, Commerce and Science Sanquelim Goa

Name of Faculty: Dr. Ramashanti Anand Naik

Subject: Financial Management

Paper code: UCOD119

Program/Course: T.Y. B.Com.

Academic year: 2024 - 2025

Semester: VI

Total Lectures: 60

Course Objectives:

The course is aimed to achieve the following objectives:

- To enable students to Measure cost of capital and take decision related to capital structure.
- To enable students to Apply the concepts of the various investment evaluation techniques for capital investment decision making.
- To enable students to understand importance and theories of dividend decision.
- To enable students to Calculate and interpret operating, financial and combined leverages.

Course Learning Outcome:

Upon completion of the course, students will be able to:

1. Measure cost of capital and take decision related to capital structure.
2. Apply the concepts of the various investment evaluation techniques for capital investment decision making.
3. Understand importance and theories of dividend decision.
4. Calculate and interpret operating, financial and combined leverages.

Month	Lectures From To	Week	No. of lectures allotted	Topic, Subtopic to be covered	Exercise/ Assignment	ICT Tools	References
December 2024	9/12/2024 to 23/12/2024	9th– 15 th	10	Unit I Dividend Policy and Leverage	Illustrate Walter's Model, Gordon's Model and M.M.	Google Meet, Google classroom, Power point presentation and	1. Chandra, Prasanna. Financial Management,
				Dividend <ul style="list-style-type: none">• Meaning of dividend• Forms of dividends• Types of dividends			

		16th–23rd		Dividend Policy <ul style="list-style-type: none"> Dividend policy Determinants of dividend policy-dividend payout ratio, stable dividends & the other determinants Models of dividend decisions <ul style="list-style-type: none"> Walter's model Gordon's model M.M. Hypothesis (Modigliani & Miller) 	Hypothesis using hypothetical examples.	WhatsApp group	Theory & Practice. Tata McGraw Hill 2. Pandey I. M. Financial Management. Vikas Publishing House 3. Khan & Jain. Financial Management. Tata McGraw Hill
January 2025	2/01/2025 to 31/01/2025	2nd–7 th	15	UNIT II: Cost of Capital & its Measurement	Illustrate Cost of equity share capital, Cost of Debt, Cost of Preference capital, Cost of retained earnings and Weighted average cost of capital using hypothetical examples.	Google Meet, Google classroom, Power point presentation and WhatsApp group	4. Kuchal, S.C. Financial Management. Chaitanya Publishing House 5. Sharma & Gupta, Shashi. Financial Management. Kalyani Publishers 6. Vanhorne, James C. Fundamentals of Financial Management.
		8th–14 th		Cost of Capital <ul style="list-style-type: none"> Meaning of cost of capital, Importance of cost of capital, Types- historical cost, future cost, explicit cost, implicit cost, specific cost and composite cost 			
		15th–21 st 22nd–31st		Measuring cost of capital <ul style="list-style-type: none"> Cost of equity share capital (<i>4 approaches</i>) Cost of Debt, Cost of Preference capital Cost of retained earnings and Weighted average cost of capital. 			

February 2025	1/02/2025 29/02/2025	1st–7th	15	UNIT III Capital Budgeting	Illustrate Methods of appraising capital expenditure proposals using hypothetical examples.	Google Meet, Google classroom, Power point presentation and WhatsApp group	Prentice Hall of India 7. Phatak. Indian Financial System, 8. Singh, Preeti. Investment Management. Himalaya Publishing House 9. G. Sudarshana, Reddy. Financial Management-Principles and Practice. Himalaya Publishing House
		8th–14th		Introduction to Capital Budgeting <ul style="list-style-type: none">• Meaning and nature of Capital Budgeting;• importance of Capital Budgeting decisions;• Capital Budgeting process;• kinds of Capital Budgeting decisions• project classification• investment criteria,			
		15th–21st		Methods of appraising capital expenditure proposals Non discounting criteria <ul style="list-style-type: none">• Pay Back Period method• Average/ Accounting Rate of Return method Discounting criteria <ul style="list-style-type: none">• Net Present Value method• Internal Rate of Return method• Profitability Index			
March & April 2025	1/03/2025 to 11/04/2025	1st–7th	20	UNIT IV Capital Structure Decisions	Prepare a report on Factors determining capital structure with suitable examples.	Google Meet, Google classroom, Power point presentation and WhatsApp group	10. Tulsian, P.C. Financial Management. S. Chand & Co Ltd 11. Shavam, Vyuptakesh. Fundamentals Of Financial
		8th–14th		Introduction to Capital Structure <ul style="list-style-type: none">• Meaning of capital structure,• Importance of capital structure and• Optimum capital structure,• Risk – return trade off,• Features of a sound/optimum capital mix,			

		15th– 21st		<ul style="list-style-type: none"> Factors determining capital structure. 			Management. Pearson
		22nd– 28 th		Capital structure theories: - <ul style="list-style-type: none"> Net Income Approach, Net Operating Income Approach, Traditional Approach 			
		29th– 31st		Leverages- meaning and types: <ul style="list-style-type: none"> Financial leverage & its features Operating leverage & its features Combined leverage Problems 			
		1 st -7 th 8th– 11th					
Assessment Rubrics							
Component					Max. Marks		
ISA 1					10		
ISA 2					10		
Practical					-		
Project					-		
Semester End Exam					80		

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