

Veer Narmad South Gujarat University
First Year B.Com.
Semester - 2
Course Code - CE 225 J
FINANCIAL MANAGEMENT PAPER - II
(Syllabus effective from Academic Year 2011-12 and onward)

Objective : The objective of this course is to help students understand the conceptual framework of financial management.

UNIT I	Operating and Financial Leverage: Their measure; Effects on profit analyzing alternate financial plans, combined financial and operating leverage,	(25%)
UNIT II	Capital Structure: Theories and determinants.	(10%)
UNIT III	Dividend Policies: Issues in dividend policies; Walter's model; Gordon's model; M.M.Hypothesis, forms of dividends and stability in dividends, determinants.	(25%)
UNIT IV	Management of Working Capital: Nature of working capital, Significance of working capital, operating cycle and factors determining of working capital requirements; Management of working capital -cash, receivables, and Inventories.	(40%)

Suggested Readings

1. Van Home J C: Financial Management! and Policy; Prentice Hall of India, New Delhi.
2. Van Home J.C: Fundamentals of Financial Management; Prentice Hall of India, New Delhi.
3. Khan M.Y. and Jain P.K: Financial Management, Tart and Problems, Tala McOraw Hillf, New Delhi.
4. Prasanna Cbandra: Financial Management Theory and Praclice; Tala McGraw Hill, New Delhi.
5. Pandey I.M: Financial Management: Vikas Publishing House, New Delhi.
6. Brlgham E.F, Oapenski L.C., and Ehrhardt M.C: Financial Management - Theory and Praclice; Harcour College Publishers, Singapore.
7. Bhalla V.K.: Modern Working Capllal Management, Anmol Pub, Delhi.