|  |  |
| --- | --- |
|  | **Lesson Plan** |
|  | **Sub-Finance Management** |
|  | **AY 2022-23** |
| **Planned Hrs** | **Topic** |
| 1 | Introduction |
| 1 | Overview of Indian Financial System: Characteristics, Components and Functions of Financial System. |
| 1 | Financial Instruments: Meaning, Characteristics and Classification of Basic Financial Instruments — Equity Shares, Preference Shares, |
| 1 | Bonds-Debentures, Certificates of Deposit, and Treasury Bills. Financial Markets: Meaning, Characteristics and Classification of Financial Markets |
| 1 | Capital Market, Money Market and Foreign Currency Market Financial Institutions: |
| 1 | Meaning, Characteristics and Classification of Financial Institutions — Commercial Banks, Investment-Merchant Banks and Stock |
| 1 | Concepts of Returns and Risks: Measurement of Historical Returns and Expected Returns of a Single Security and a Two-security Portfolio; |
| 1 | Measurement of Historical Risk and Expected Risk of a Single Security and a Two-security Portfolio. |
| 1 | Time Value of Money: Future Value of a Lump Sum, |
| 1 | Ordinary Annuity, and Annuity Due; |
| 1 | Present Value of a Lump Sum, Ordinary Annuity, and Annuity Due; |
| 1 | Continuous Compounding and Continuous Discounting. |
| 1 | Overview of Corporate Finance: Objectives of Corporate Finance; Functions of Corporate Finance |
| 1 | Investment Decision, Financing Decision, and Dividend Decision. |
| 1 | Financial Ratio Analysis: Overview of Financial Statements—Balance Sheet, |
| 1 | Profit and Loss Account, |
| 1 | Cash Flow Statement; |
| 1 | Purpose of Financial Ratio Analysis; Liquidity Ratios; |
| 1 | Efficiency or Activity Ratios; Profitability Ratios; Capital Structure Ratios; Stock Market Ratios; Limitations of Ratio Analysis. |
| 1 | Capital Budgeting: Meaning and Importance of Capital Budgeting; |
| 1 | Inputs for Capital Budgeting Decisions; Investment Appraisal Criterion—Accounting Rate of Return, |
| 1 | Payback Period, Discounted Payback Period, |
| 1 | Net Present Value(NPV), Profitability Index, |
| 1 | Internal Rate of Return (IRR), and |
| 1 | Modified Internal Rate of Return (MIRR) |
| 1 | Working Capital Management: Concepts of Meaning Working Capital; Importance of Working Capital Management; |
| 1 | Factors Affecting an Entity’s Working Capital Needs; Estimation of Working Capital Requirements; |
| 1 | Management of Inventories; Management of Receivables; and Management of Cash and Marketable Securities |
| 1 | Sources of Finance: Long Term Sources—Equity, Debt, and Hybrids; Concept of Optimal Capital Structure |
| 1 | Mezzanine Finance; Sources of Short Term Finance—Trade Credit, Bank Finance, Commercial Paper; |
| 1 | Project Finance. Capital Structure: Factors Affecting an Entity’s Capital Structure; |
| 1 | Overview of Capital Structure Theories and Approaches— Net Income Approach, |
| 1 | Net Operating Income Approach; Traditional Approach, and Modigliani-Miller Approach. |
| 1 | Relation between Capital Structure and Corporate Value; |
| 1 | Dividend Policy: Meaning and Importance of Dividend Policy; |
| 1 | Factors Affecting an Entity’s Dividend Decision; Overview of Dividend Policy Theories and Approaches—Gordon’s Approach, |
| 1 | Walter’s Approach, and ModiglianiMiller Approach |