

HEMCHANDRAYACHARYA NORTH GUJARAT UNIVERSITY  
C B C S : FOR B.COM L.L.B PROGRAMME  
(4 Credits, 60 Hours)

Programme Name	FIVE YEAR INTEGRATED LAW PROGRAMME
Semester	<b>Eighth</b>
Course No	CC -805
Course Name	<b>Financial Market Operations and Financial Management</b>
Course Type	CORE
Effective From	JUNE – 2016
Objective	To provide basic knowledge of functional areas of Financial MC & FM

Unit No	Content
1	Introduction to financial market; Money Market - Instruments - Treasury bills, Certificate, Deposits, Commercial papers, primary and secondary market organization and working. Capital Market : Primary and Secondary markets, New issue management public issue, right issue, private placement.
2	<b>(1) Stock Exchange :</b> meaning, characteristics, function importance, management, membership. <b>(2) Functionaries an stock exchange :</b> Brokers, sub brokers, market markets, jobbers, portfolio consultants, institutional investors and NRIs. <b>(3) Listing of securities :</b> Procedure and legal requirements, types of transaction, types of speculative transactions, types of speculators, option or teji-mandi. Major provisions of securities and contracts regulation Act.
3	Meaning of financial management, scope, function of finance, role of financial manager. Capital structure, features of good capital structures, factors affecting on capital structure, different types of capital structure, trading on equity with example. Cost of capital, significance of cost of capital, calculating cost of debt, preference share, equity capital and retained earning (including example).
4	Capital budgeting - meaning, importance, objectives, types, approaches to capital budgeting, decisions, techniques of capital budgeting - pay back method, average rate of return method, present value method (with examples)
5	Working capital - concept, types of working capital, concept of operating cycle (with example) factors affecting working capital and sources of working capital.
6	Dividend policies, factors affecting dividend decision, forms of dividend.

**Reference Books :**

1. Brealey and Myers, Corporate Finance - McGraw Hill.
2. Van Horne J.C. Financial Management & Policy, Prentice - Hall, India.
3. Chandra Prasanna, Financial Management - Theory & Practical, Tata McGraw Hill.
4. Machi Raju, Merchant Banking, Wiley Eastern Ltd.
5. Raghunathan V., Stock Exchange and Investment, Tata MacGraw Hill.
6. Chandratre K.R., Capital Issues, SEBI & Listing, Bharat Publishing.

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