

CORE COURSE – VIII – CORPORATE FINANCE

UNIT I:

Meaning, Nature and scope – changing role of finance – goals – basic considerations – risk and return.

UNIT II:

Indian Financial System – Financial intermediaries – Financial markets – Financial Rates of Return – Financial Development measures.

UNIT III:

Financial forecasting – proforma statements – external funds requirements.

UNIT IV:

Financing current assets – Trade credit – Advances from commercial banks – inter corporate deposits – Short Term loans from financial institutions – Commercial paper

UNIT V:

Theories of Capital structure – Net Income Approach, Net Operating Income Approach, Traditional Approach, M.M. Approach – Taxation – other imperfections.

BOOK RECOMMENDED:

1. Prasanna Chandra – Fundamentals of Financial Management – TMH
2. S.N. Maheswaran – Elements of Financial Management – Sultan Chand & Sons.