

HOTEL FINANCIAL MANAGEMENT

Finance functions-Nature and Scope – its relationship with other functions-
Finance organization.

Interpretation and analysis of Financial Statements – Financial Forecasting
– Actual proforma and Model statements preparation and uses.

Financial planning and control – Break even analysis operation leverage –
Profit Cost analysis.

Liquidity Management:

Current Asset Management – cash Receivables – inventories Liquidity,
Profitability and solvency criteria.

Current Liabilities Management – size and source – money market Banks –
regulation of working capital finance Dehja committee – marathe
committee.

Long term capital management:

Cost of capital Basic Concepts retional and assumptions cost of retained
earnings.

Capital structure decision of the Firm-Composition and source of long term
funds

Financial leverage – factors determining fund requirements.

Budgetary control – Performance Budgeting – ZERO base budgeting.

Financial information system.

REFERENCE:

1. Fundamentals of Financial Management – by James C. VANHORNE
2. Financial Management and Policy – by James C. Van Home.
3. Financial Management – Theory and Practice – Prasanna Chandra
4. Fundamentals of Financial Management – Prasanna Chandra.