

SOLAPUR UNIVERSITY, SOLAPUR
CHOICE BASED CREDIT SYSTEM SYLLABUS
M. COM. II
ADVANCED COSTING PAPER – III
(W. E. F. JUNE 2016)

(Revised syllabus from June 2016) Now this syllabus applied as per Choice Based Credit System from June 2016)

Course Objectives : The Objective of this course is to help the students in understanding the conceptual frame work of Financial Management

Semester – III Marks – 70

SR.NO.	NAME OF THE TOPIC
1	Financial Management: Meaning, Nature and Scope of Financial Management. Importance, Role of Financial Management.
2	Management of Inventories:- Inventory Control Techniques – Economic order quantity – Stock levels – ABC Analysis –VED Analysis – Perpetual inventory system –Material turnover ratio and Innovative methods in inventory management.
3	Management of Cash AND Management of Receivables- Management of Sundry Debtors, credit Policy, Credit Analysis and control, Evaluation of credit policy. Motives of cash management, Theories of cash management.
4	Analysis of Financial Statements- Analysis and interpretation of published statement of accounts, Comparative statement analysis, Inter firm comparisons, Trend analysis, Ratio analysis, Limitations in using published figures for managerial analysis.

Semester – IV- Marks – 70

SR.NO.	NAME OF THE TOPIC
1	Investment Appraisals : Nature of Investment Decisions, Investment evaluation criteria, Net present value, Internal Rate of Return, Profitability Index, Payback Period, Accounting Rate of Return, NPV and IRR comparison, Capital Rationing, Risk analysis in Capital Budgeting.
2	Operating and Financial Leverage : Meaning, Concept, Measurement of leverages, Effects of Operating and financial leverage on Profit, Analysing alternate financial plans, operating leverage Financial Leverage and Combined Leverage.
3	Cost of Capital : Meaning and Significance of cost of capital, Calculation of cost of debt, Preference capital, Capital structure, Determining capital structure in practice, Debt Equity Ratio, Capital Gearing Ratio.
4	Dividend Policy : Issues in Dividend Decision, Walter's model, Gordon's Model, M - M (Miller and Modigliani) hypothesis, Dividend and uncertainty, Relevance of Dividend, Forms of Dividends, Stability in Dividend policy, Corporate Dividend behavior.

Reference Books:

- 1 Cost Accounting – Methods & Practice : B. K. BHAR
- 2 Cost Accounting – Jain & Narang.
- 3 Cost Accounting – D. K. Mittal.
- 4 Cost Accounting – R. R. Gupta.
- 5 Chandra, Prasanna – Financial Management, Tata McGraw Hill, Delhi.
- 6 Khan M. Y., Jain P. K. – Financial Management, Tata McGraw Hill, Delhi.
- 7 Van Horne, James C – Financial Management & Policy, Prentice Hall, Delhi.
- 8 Cost Accounting – Jawaharlal, Tata McGraw Hill, Delhi.



Solapur University, Solapur

Nature of Question Paper For Choice Based Credit System

• Faculty of Commerce (B.Com., M.Com.)

Model Question Paper

(w.e.f. June 2016)

Time: - 2:30 hrs.

Total Marks-70

- Q. 1** Multiple choice questions
(four alternatives should be given) **14**
- 1 -----
(a) (b) (c) (d)
- 2
3
4
5
6
7
8
9
10
11
12
13
14
- Q. 2** Answer the following
(Short note/Short problem/Short answer)
- (A) **07**
- (B) **07**
- Q. 3** Answer the following
(Short note/Short answer/Short problem)
- (A) **07**
- (B) **07**
- Q. 4** Answer any one (Long answer/Problem) **14**
- i)
ii)
- Q. 5** Answer any one (Long answer/Problem) **14**
- i)
ii)

1. Structure of the courses :-

- A) Each paper of Commerce Faculty shall be of 70 marks as resolved by the respective faculties and Academic Council.
- B) For courses which were in semester pattern will have their original distribution already of marks for each paper.

2. Nature of question paper:

A) Nature of questions.

“20% Marks - objectives question” **(One mark each and multiple choice questions)**

“40% Marks - Short notes / Short answer type questions / Short Mathematical type questions/ Problems. **(2 to 5 Marks each)**

“40% Marks - Descriptive type questions / Long Mathematical type questions / Problems. **(6 to 10 Marks each)**

- B) Objective type question will be of multiple choice (MCQ) with four alternatives. Each objective question will carry one mark **each**.
- C) Questions on any topic may be set in any type of question. All questions should be set in such a way that there should be permutation and combination of questions on all topics from the syllabus. As far as possible it should cover entire syllabus.
- D) There will be only five questions in the question paper. All questions will be compulsory. There will be internal option **(40%)** and not overall option. **for questions 2 to 5.**

3. Examination fees for semester Examination will be decided in the Board of Examinations.

The structures of all courses in all Faculties were approved and placed before the Academic Council. After considered deliberations and discussion it was decided not to convene a meeting of the Academic Council for the same matter as there is no deviation from any decision taken by Faculties and Academic Council. Nature of Question Paper approved by Hon. Vice Chancellor on behalf of the Academic Council.