

SOLAPUR UNIVERSITY, SOLAPUR.
Semester Pattern Syllabus
M. Com Part II
Business Finance
(Compulsory Paper – IV)
With Effect From June 2014

Objective :- To Provide understanding of nature, structure and issues in Business Finance market and financial services in India.

Semester – III
Total Marks 50
Lectures per week 04
Total Lectures 60

	Name of the Topic	Details	Lectures
1	Introduction to Business Finance	Concept, Nature, Scope, Objectives and Importance.	15
2	Financial Planning and Administration	Capital needs of Business – Methods of assessing the financial requirements, financial plan – Characteristics of financial plan, factors to be considered while preparing financial plan, Capitalization - over capitalization and under capitalization, theories of capitalization – Cost Theory and Earning Theory.	15

3	Sources of Business Finance	Short term, medium term and Long term Sources – Corporate Securities, Public Deposits, Finance from Banks and other financial Institutions, Self financing. Mutual funds – Meaning, types of Mutual Funds.	15
4	Foreign Capital	Forms of Foreign Capital, Role and Importance of Foreign Capital, Foreign Collaborations - meaning, Forms of Foreign Collaborations. New Government policy. Issues against foreign Capital.	15

Semester IV
Lectures Per week 04
Total Lectures 60
Total Marks 50

Unit No	Name of the Topic	Details	Lectures
1	Marketing of Securities	Meaning, Methods of Marketing - Primary Market, Secondary Market – Public issue, Right Issue; Private placement. Underwriting – Meaning, types or forms of underwriting, Importance of under writing. The Securities and Exchange Board of India (SEBI) - Emergence, Need, Functions, critical evaluation.	15
2	Stock Exchange	Meaning, Membership, organization, governing Body – Functions and services. Trading mechanism - listing of shares and other instruments, working of BSE and NSE. The over the counter exchange of India (OTCEI) - Emergence and working. A Brief introduction of - The National Association of Securities, Dealers Automated quotation system (Nasdaq) Nasdaq small Cap market. Importance of Electronic Communication Network(ECN) in relation to stock Exchanges.	15

3	New Dimensions in Business Finance	Scrip less Trading (Dematerialization and Rematerialisation) – Meaning, Need and Advantages, E Broking - Meaning and operations, Portfolio Management – Meaning, functions and Advantages. Venture capital – Meaning, Features and Significance. Forms of venture capital.	15
4	Credit Rating	Meaning, Need, types of credit rating, Methodology, credit rating agencies in India	15

Books Recommended

- 1) Essentials of Business finance _ Dr R. M. Shrivastava.
- 2) Business Finance – Dr. P V Kulkarni.
- 3) Investment and Securities market in India – V. A. Adhani.
- 4) Financial Services in India – M. A. Kothak.
- 5) Stock Exchange trading in India – Gupta C. L.
- 6) Corporation finance, principles and problems – S C Kuchal.
- 7) Elements of finance – B L Mathur.
- 8) Corporate finance – Brealey, Richard and Steward C Myers.
- 9) Investments – Bodie, Alex kane, alen J Marcus, Pitabas Mohanty.