Indraprastha College for Women

University of Delhi

Work Plan for ODD SEMESTER – 2026

Course Name:	B.Com (H)	
Paper Title:	Financial Management	
Unique Paper Code:	2412082302	
Semester:	3	
Faculty(s):	Dr. Anita Agrawal	
Year:	2	

Unit No.	Learning Objective	Week	Topics to be Covered
1	Compute risk and return of various investment alternatives using excel spreadsheet.	1	Risk and Return
1		2	Risk and Return
2	Estimate cash flows for a hypothetical Start-up. Using excel, evaluate the project's profitability by employing capital budgeting evaluation techniques.	3	Different techniques of Capital budgeting: Payback Period Accounting Rate of Return
2		4	Net Present Value
2		5	Internal Rate of Return
2		6	Profitability Index
3	Extract data from financial statements of different firms/financial databases and estimate the cost of capital using appropriate software.	7	Calculation of Cost of Equity
3		8	Calculation of Cost of Preference Shares
3		9	Calculation of Cost of Debt Calculation of Cost of Retained Earnings
3		10	Weighted Average Cost of Capital
3		11	Marginal Cost of Capital
4	Comparing Dividend policies of different firms of various industries	12	Calculation of Dividend Gordon Model Walter Model

4		13	MM Approach
5	Estimate working capital requirements for any two companies belonging to different industries and compare them.	14	Estimation of Operating Cycle
5		15	Gross Working Capital
5		16	Net Working Capital

Unit	TOPICS
I	Unit 1: Financial Management: An Overview Nature, scope and objectives of financial management. An overview of time value of money and risk and return.
II	Unit 2: Capital Budgeting Decision The Capital Budgeting Process, Cash Flow Estimation, Different techniques of Capital budgeting: Payback Period Method, Discounted Payback Period Method, Accounting Rate of Return, Net Present Value (NPV), Internal Rate of Return (IRR) and Profitability Index.
III	Unit 3: Cost of Capital and Financing Decision Cost of Capital: Estimation of components of cost of capital: Method for calculating cost of equity, Cost of retained Earnings, Cost of Debt, Cost of Preference Capital, Weighted Average Cost of Capital (WACC) and Incremental (Marginal) Cost of Capital. Capital Structure: Theories of Capital Structure (Net Income, Net Operating Income, MM Hypothesis, Traditional Approach). Operating, Financial and Combined Leverage. EBIT-EPS Analysis. Determinants of Capital Structure.
IV	Unit 4: Dividend Decision Theories for relevance and irrelevance of dividend decision for corporate valuation- MM Approach, Walter‘s Model, Gordon‘s Model. Determinants of Dividend policy.
V	Unit 5: Working Capital Decision Concepts of Working Capital, Operating & Cash Cycles, Risk-return Trade off, working capital estimation, Receivables Management.

S. No.	Name of Authors/Books/Publishers
1.	Singh, Surender and Kaur, Rajeev. Fundamentals of Financial Management. SCHOLAR Tech Press. New Delhi.
2.	Rustagi, R.P. Fundamentals of Financial Management Taxmann. New Delhi.
3.	Sharma, S.K. & Sareen, R. Fundamentals of Financial Management. Sultan Chand & Sons Ltd. New Delhi.
4.	Tulsian, P.C. & Tulsian, B. Fianancial Management. S. Chand. New Delhi.

	Paper Components		
Credits	**Lecture (L)**	**Tutorial (T)**	**Practical (P)**
4	**3**		**1**
Assessment Scheme			
S.No.	**Component**	**Marking Scheme**	**Total Marks**
1	Internal Assessment		**30**
	• Assignment/Quiz/Project/ Presentation	12	
	• Class Test	12	
	• Attendance	6	
2.	Continuous Assessment (**Tutorial)**		
	• Activity 1		
	• Activity 2		
	• Attendance		
3.	Practical		40
	• Continuous Assessment	10	
	• End Term Written/Practical Exam	20	
	• Viva	10	
4.	End Semester Examination		90