



B. J. VANIJYA MAHAVIDYALAYA

(Autonomous)

(Grant-in-Aid)

(Affiliated to Sardar Patel University)

Vallabh Vidyanagar- 388 120, Dist. Anand, Gujarat, India

Accredited with CGPA of 2.78 on four-point scale at B++ Grade by NAAC

Syllabus as per the NEP 2020 with effect from June - 2026

Bachelor of Business Administration (B.B.A.) (General)

Semester – V

Course Code	UM05MABBA03	Title of the Course	Advanced Financial Management - I
Total Credits of the Course	04	Hours per week	04

Course Objectives:	1) To explain the fundamentals of valuation as applied to securities. 2) To calculate the component costs of equity, debt and preferred stock and WACOC. 3) To describe the Types of lease Arrangements, Factors relevant in making leasing Decisions and significance. 4) To study the features, Stages & Process of Venture Financing, Methods of Venture Financing, Disinvestment Mechanisms, Development of Venture Capital in India, and Future of Venture Capital in India.
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Course Content		
Unit No.	Description	Weightage (%)
1	Valuation of Securities [Theory 50% and Examples 50%] • Concept of Value • Basic Valuation Model, • Bond Value Theorems, • Yield to Maturity • Bond values with Semi-annual Interest • Present Value of Preference Shares • Valuation of Equity: Dividend Capitalization approach -Single Period Valuation - Multi period valuation – Valuation with Supernormal growth	25%
2	Cost of Capital [Theory 70% and Examples 30%] • Basic concepts, • Rational & Assumptions • Significance, • Specific cost of Equity, (Cost of equity based on dividend capitalization approach, earning price approach, realized yield approach, & CAPM approach), Retained earnings, Preference share & Debenture capital• Weighted average cost of capital	25%



3	Leasing (Theory 100%) • Concepts • Types of lease Arrangements • Factors relevant in making leasing Decisions • Potentiality of leasing as a means of financing (significance), Financial Evaluation from the lessee's point of view, • Evaluation of lease as a financing decision	25%
4	Venture Capital (Theory 100%) • Concept & Features of Venture Capital, • Stages & Process of Venture Financing, • Methods of Venture Financing, • Disinvestment Mechanisms, • Development of Venture Capital in India, • Future of Venture Capital in India	25%

Teaching-Learning Methodology	The course would be taught /learnt through ICT (e.g. Power Point Presentation, Audio-Visual Presentation), Lectures, Group Discussions, Quizzes, Assignments, Case Study and Browsing E- Resources.
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Sr. No.	Course Outcomes: Having completed this course, the learner will be able to
1)	Students will understand about fundamental principles of securities valuation and their application in financial analysis.
2)	Students will calculate the component costs of equity, debt, and preferred stock, and determine the Weighted Average Cost of Capital (WACC).
3)	Students will Analyze different types of lease arrangements, relevant factors for leasing decisions, and their overall significance.
4)	Students will Understand the features, stages, processes, and methods of venture financing, and assess the evolution and future prospects of venture capital in India.

Internal and External Examination Evaluation

Sr. No.	Details of the Evaluation / Exam Pattern	50 Marks (%)	25 Marks (%)
1	Class Test (at least one)	15 (30%)	10 (40%)
2	Quiz (at least one)	15 (30%)	05 (20%)
3	Active Learning	05 (10%)	----
4	Home Assignment	05 (10%)	05 (20%)
5	Class Assignment	05 (10%)	----
6	Attendance	05 (10%)	05 (20%)
Total Internal (%)		50 (100%)	25 (100%)
Final Examination (%)		50 (100%)	25 (100%)

Sr. No.	Suggested References:
1)	Financial Management: P.V.Kulkarni
2)	2 Financial Management: S. N. Maheshwari
3)	3 Financial Management: I. M. Pandey
4)	4 Financial Management: Prasanna Chandra
5)	5 Financial Management: Khan & Jain

6)	6 Financial Management: R. S. Kulshreshta
7)	7 Fundamentals of Financial Management: Van Horne

Sr. No.	On-Line Resources available that can be used as Reference Material
1	1. https://www.sscasc.in/wp-content/uploads/downloads/MCOM/AdvancedFinancial-Management.pdf
2	2. https://youtu.be/xItNGPRBQKg
3	3. https://youtu.be/KJLHlOIdqA4
4	4. https://youtu.be/QzhaziGs6lQ
5	5. https://youtu.be/Ux69_UreKcU
6	6. https://youtu.be/Ex0sQ8xaQ0M
7	7. https://youtu.be/rUO8Qvcs7cY