

DR. BABASAHEB AMBEDKAR OPEN UNIVERSITY

SCHOOL OF COMMERCE & MANAGEMENT

M.B.A. SEMESTER – II (CORE)

FINANCIAL MANAGEMENT

MBA02C203

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2	Time value of money & valuation of bonds and shares 2.1 TIME VALUE OF MONEY 2.2 FUTURE VALUE 2.3 PRESENT VALUE 2.4 ANNUITY 2.5 FUTURE VALUE OF AN ANNUITY 2.6 PRESENT VALUE OF AN ANNUITY 2.7 PRESENT VALUE OF PERPETUITY 2.8 CHANGE IN FREQUENCY OF COMPOUNDING AND DISCOUNTING 2.9 LOAN AMORTIZATION SCHEDULE 2.10 VALUATION OF BONDS AND SHARES 2.11 ZERO-COUPON BOND 2.12 BOND VALUE THEOREM 2.13 VALUATION OF PREFERENCE SHARES 2.14 VALUATION OF EQUITY SHARES

	<p>2.15 CALCULATING REQUIRED RATE OF RETURN</p> <p>2.16 CALCULATING EXPECTED RETURN WITH CAPM APPROACH</p> <p>2.17 WHAT DRIVES THE GROWTH ?</p> <p>2.18 ZERO GROWTH MODEL</p> <p>2.19 P/E RATIO APPROACH</p> <p>2.20 DIVIDEND DISCOUNT MODEL: MULTI PERIOD VALUATION</p> <p>CHECK YOUR PROGRESS</p>
3	<p>Cost of Capital</p> <p>3.1 INTRODUCTION</p> <p>3.2 CONCEPT AND MEANING OF COST OF CAPITAL</p> <p>3.3 DEFINITION OF COST OF CAPITAL</p> <p>3.4 FEATURES OF COST OF CAPITAL</p> <p>3.5 IMPORTANCE OF COST OF CAPITAL</p> <p>3.6 COMPUTATION OF COST OF CAPITAL</p> <p>3.7 WEIGHTED AVERAGE COST OF CAPITAL (WACC):</p> <p>LET US SUM UP</p> <p>KEYWORDS</p> <p>CHECK YOUR PROGRESS</p>
4	<p>Leverage And Capital Structure</p> <p>4.1 INTRODUCTION: LEVERAGE</p> <p>4.1.1. DEFINITION</p> <p>4.1.2. TYPES OF LEVERAGE</p> <p>4.2 INTRODUCTION: CAPITAL STRUCTURE</p> <p>4.2.1 MEANING AND CONCEPT</p> <p>4.2.2 DEFINITION</p> <p>4.2.3 OBJECTIVES OF CAPITAL STRUCTURE</p> <p>4.2.4 FORM OF CAPITAL STRUCTURE.</p> <p>4.2.5 FEATURE OF CAPITAL STRUCTURE</p> <p>4.2.6 DETERMINE OF CAPITAL STRUCTURE</p> <p>LET US SUM UP</p> <p>KEYWORDS</p> <p>CHECK YOUR PROGRESS</p>
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9	Receivables Management 9.1 CONCEPT AND MEANING 9.2 ELEMENTS/DECISION AREAS CHECK YOUR PROGRESS
10	Dividend Decisions 10.1 INTRODUCTION 10.2 DIVIDEND POLICIES AND DECISIONS 10.3 DIVIDEND THEORIES CHECK YOUR PROGRESS