

Strategic Financial Management

Course Objectives

The objective of this course is to learn advanced concepts of financial management and application of the financial strategies for organizations.

Syllabus

Need and importance of strategic Financial Management-Risk and Uncertainty in Strategic Financial management-financial analysis- corporate Restructuring

Expected Outcome

On completion of the course, the students are expected to be familiar with various strategies involved in financial management areas and also they should learn corporate restructuring and financial analysis.

References

1. Rajni Sofat & Preeti Hiro, Strategic Financial Management, Prentice Hall of India, New Delhi
2. Jakhotiya G P, Strategic Financial Management, Vikas Publishing house
3. Girish P. Jakhotiya, Strategic Financial Management, Vikas Publishing House, New Delhi
4. Prasad G Godbol, Mergers, Acquisitions, Principles & Corporate Restructuring, Vikas Publication.
5. George Foster, Financial Statement Analysis, Pearson publication.
6. Suvendu Narayan Roy, Financial Management With New Approach, Excel Books.
7. Fred Weston J and Samuel Weaver, Mergers & Acquisitions, Mc Graw Hill Publication.
8. Pandey I. M. Financial Management, Vikas Publishing House, New Delhi
9. Prasanna Chandra, Financial Management, Tata McGraw Hill, New Delhi
10. Sudarsanam P. S., The Essence of Mergers and Acquisitions, Prentice Hall of India, New Delhi

Units Topics

1 Strategic Financial Management (SFM)-An overview of SFM – characteristics – scope and importance– constraints - strategic planning process – components – benefits - balancing financial goals and sustainable growth – Corporate valuation methods.

2 Risk and Uncertainty- types of corporate risk-Uncertainty- Sources of uncertainty-Investment decisions under risk and uncertainty- Techniques of Investment decisions, RADR- Certainty Equivalent Method- Statistical Method-Sensitivity analysis.

First Internal Examination

3 Financial Analysis- Evolution of Financial Analysis- Objectives- Sources of information-steps of financial statement analysis- Traditional and Modern approach-Tools of Financial Analysis- Comparative- Common size- Trend- Ratio- Cash flow and Fund Flow.

4 Corporate Restructuring- purpose - types of corporate restructurings- expansion strategies - takeovers – joint ventures – franchises - business alliances - divestment strategies – liquidation – buyback of shares – leveraged buyouts - Constraints to restructuring.

Second Internal Examination

5 Mergers and Acquisitions –purpose – types – process – payment options - evaluation of merger proposals - determination of swap ratios –steps involved in a merger transaction in India- Reverse Merger-Financial Distress.

Final Examination