

JAI HIND COLLEGE AUTONOMOUS



Syllabus for T.Y.BCom

Course : Financial Market

Semester : VI

Credit Based Semester & Grading System

With effect from Academic Year 2018-19

List of Courses

Course: Financial Market

Semester: VI

Sr. No	Course Code	Course Title	Credits	Lectures /Week
TYBFM				
1	CBFM601	Venture Capital and Private Equity	03	60/4
2	CBFM602	Mutual Fund Management	03	60/4
3	CBFM603	Corporate Restructing	03	60/4
4	CBFM604	Indirect Tax- GST	03	60/4
5	CBFM605	Risk Management	04	75/5
6	CBFM606	Project Work	04	60/4

Course Code CBFM601	Venture Capital and Private Equity 03 Credits/ 04 lectures/week	
	<p>Objectives</p> <ul style="list-style-type: none"> ➤ To enhance students knowledge of venture capital and private equity. ➤ To nourish, nurture their knowledge about various strategies of private equity. <p>Outcomes:</p> <ul style="list-style-type: none"> ➤ This would help students get theoretical as well as practical aspects of private equity and venture capital. 	
	THEORY	
Sub Unit	Unit – I: Conceptual understanding of Venture Capital and Private Equity	15 lectures
	Venture Capital –Over View of Venture Capital- Definition- Features- Types – Roles.	
	Concept of PE and its characteristics- Definition- Difference between PE,VC and Hedge Funds- Nature of PE Firm- Players in the PE market– Benefit of PE Finance.	
	PE Fund –Legal structure and terms- Private Equity Investments and Financing- Private Equity Multiples and Prices- Private Equity Funds and Private Equity Firms- Investment Feature and Consideration.	
	Unit – II: Structure and Valuation approaches	15 lectures
	Structure and Regulation of Venture Capital and Private Equity- Business Cycle of PE –Structure of VC/PE firms- Limited Liability Partnerships- Routes of VC/PE investments in India- Regulatory Aspects of VC/PE investments	
	Valuation approaches- Risk and Returns- Analysis of Funds- Conventional Method- Revenue Multiplier Method	
	Unit – III: Strategies of Private Equity	15 lectures
	Leverage Buyout, Growth Capital, Mezzanine Capital - Distressed Debt, other Strategies.	
	Due Diligence- Procedure and Challenges- Due Diligence in Emerging PE Market-Investing in Developing Market- Past Performance and Strategy	

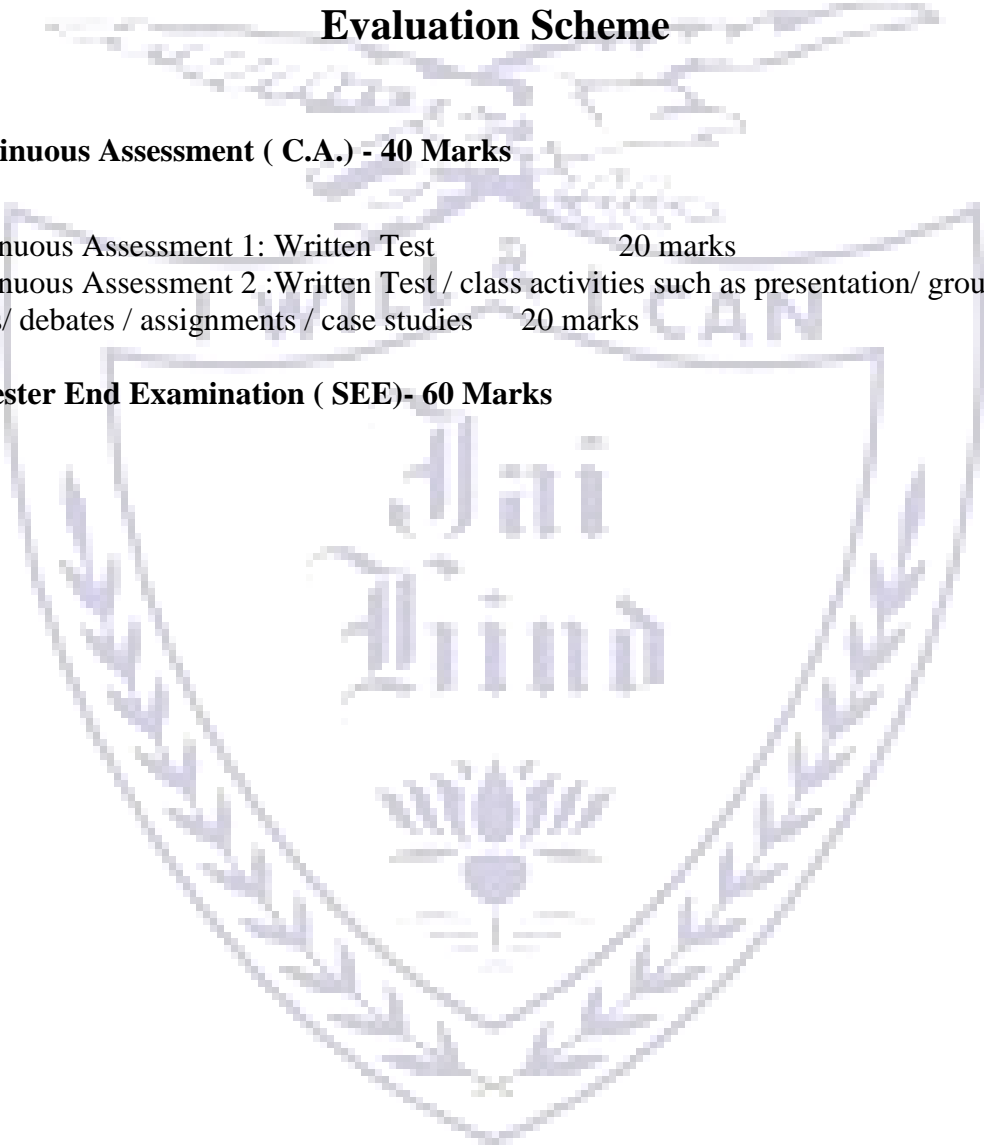
	Unit – IV: Exit strategies for Private Equity	15 lectures
	Modes of exits in Indian Context and Challenges involved	
	IPO, Promoter Buyback ,Sale to Other PE funds, Sale to other strategic Investors, Stake Swap, M & A's, Open Market, Secondary Market	

Evaluation Scheme

I. Continuous Assessment (C.A.) - 40 Marks

1. Continuous Assessment 1: Written Test 20 marks
2. Continuous Assessment 2 :Written Test / class activities such as presentation/ group discussions/ debates / assignments / case studies 20 marks

II. Semester End Examination (SEE)- 60 Marks



Course Code CBFM602	Mutual Fund Management 03 Credits/ 04 lectures/week	
	<p>Objectives</p> <ul style="list-style-type: none"> ➤ To nourish and nurture the knowledge of mutual fund and various mutual fund products. ➤ To enhance the accounting and taxation of knowledge of mutual funds. <p>Outcomes:This would help students get theoretical as well as practical aspects of mutual fund management and various mutual fund products.</p>	
	THEORY	
Sub Unit	Unit – I: Mutual Fund Organization and Management	15 lectures
	Introduction: Meaning of Mutual Fund, Structure in India, Sponsors, Trust, Role of AMC, NFOs , Registrars, Agents, Types of Mutual Fund schemes	
	Objectives of AMFI, Advantage of Mutual Funds, Systematic Investment Plan (SIP), Systematic Transfer Plan (STP), Systematic Withdrawal Plan (SWP)	
	Unit – II: Mutual Fund Products	15 lectures
	Mutual Fund Products and Features: Equity funds: Definition, Features of Equity Funds, Index Fund, Large Cap Funds, Mid Cap Funds, Sectoral Funds, Types of Equity Schemes, Arbitrage funds, Multi-cap Funds, Quant funds, P / E Ratio funds, International Equities Fund, Growth Schemes.	
	Gold Exchange Trade Funds (ETFs): Introduction, Features, Working of ETFs, Market Making with ETFs, Creation Units, Portfolio Deposit and Cash Component.	
	Debt Fund: Features, Interest Rate Risk, Credit Risk, Pricing of Debt Instrument Schemes, Fixed Maturity Plans, Capital Protection Funds, Gilt Funds, Balanced Funds, MIPs ,Child Benefit Plans.	
	Liquid funds: Features, Floating rate scheme, Portfolio of liquids funds.	
	Unit – III: Investment and Performance Measurement	15 lectures
	Fund Performance, Measuring Return, Measuring Risk.	
	Risk adjusted return, Comparing Fund Performance with a reference, various standardized performance systems.	
	Limitations of Performance measurement and evaluation.	

	Unit – IV: Accounting and Taxation of Mutual Funds	15 lectures
	Accounting: Net Asset Value (NAV)-Meaning-Computation- Factors affecting NAV-Pricing of Units- Fees and Expenses- Investment Management and Advisory Fees –Initial Expenses- Recurring Expenses- Total expenses- Accounting policies.	
	Valuation : Valuation of thinly traded securities- Valuation of Non trade securities-Valuation and disclosure of illiquid securities. Analysis SIP, STP	
	Taxation : Dividends- Capital Gains- Tax Rebate- Restrictions on Dividends Stripping.	

Evaluation Scheme

I. Continuous Assessment (C.A.) - 40 Marks

1. Continuous Assessment 1: Written Test 20 marks
2. Continuous Assessment 2 :Written Test / class activities such as presentation/ group discussions/ debates / assignments / case studies 20 marks

II. Semester End Examination (SEE)- 60 Marks

Course Code CBFM603	Corporate Restructuring 03 Credits/ 04 lectures/week	
	Objectives <ul style="list-style-type: none"> ➤ To assist in enhancing understanding of Corporate Strategizing & importance of Corporate Restructuring. Outcomes: <ul style="list-style-type: none"> ➤ It would lead to positive change in the attitude and should also help in combating and managing Corporate restructuring 	
	THEORY	
Unit 1	Mergers and Acquisition - Introduction	15 lectures
	<ul style="list-style-type: none"> • Introduction to Mergers and Acquisitions, Mergers and Acquisitions- An Overview: Various Forms of Corporate Restructuring- Restructuring: Underlying Issues • Mergers and Acquisition Waves, Merger Movements in the US- Trends of Mergers and Acquisitions in India- Growing need for Corporate Restructuring in Recent times, India Inc begins M & A Innings- Hostile Takeovers 	
Unit 2	Mergers and acquisition- strategic aspect	15 lectures
	Maximization of Organization Value and Mergers & Acquisitions, Definition of Strategy- Process of Strategic Planning- Alternative Strategy Methodologies Approaches to Strategy Formulation – Formulating a Competitive Strategy Diversification Strategy- Internal Vs External Growth.	
Unit 3	Theories and process of mergers and acquisitions	15 lectures
	<ul style="list-style-type: none"> • Theories of Mergers, Efficiency Theories- Information and Signalling- Agency • Problems and Managerialism - Free Cash Flow Hypothesis – Market Power Taxes and their Impact on Merger Decisions- Hubris Hypothesis • Types of M&A, Mergers and Acquisitions, Different forms and Various Types of Mergers 	

	<ul style="list-style-type: none"> • M&A Process, Merger and Acquisition Process- Participants in the Merger and Acquisition process- Post merger Integration – Reasons for Failure of Mergers and Acquisitions 	
Unit 4	Takeovers and leverages buyouts	15 lectures
	<ul style="list-style-type: none"> • Takeover Defences, Friendly vs. Hostile Takeovers- Alternative Takeover Tactics- Preventive Anti- takeover Measures- Active Anti- takeover • Going Private Transactions, Methods of Going Private. • Leveraged Buy-outs, Elements of a typical LBO operation- Forms of LOB Financing- Characteristics of an ideal Leveraged Buy-out Candidate- Sources of Gains in LBOs- Management Buyouts- Management Buy ins- Leverage cash outs. 	
Reference Books:	<ul style="list-style-type: none"> • Mergers, Acquisition and Corporate Restructuring: Prasad G Godbole : Vikas Publishing • Handbook on Mergers, amalgamation and take overs : ICSI • Mergers/Amalgamations, Takeovers, Joint Ventures, LLPs and Corporate Restructure: K. R. Sampath : Snow White • Introduction to Mergers and Acquisitions: Kate Creighton, William J. Gole: 	

Evaluation Scheme

I. Continuous Assessment (C.A.) - 40 Marks

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II.Semester End Examination (SEE)- 60 Marks

Course Code CBFM604	Indirect Tax- GST 03 Credits/ 04 lectures/week	
	<p>Objectives</p> <ul style="list-style-type: none"> ➤ To increase the understanding of the various relevant and important terms of GST. <p>Outcomes:</p> <ul style="list-style-type: none"> ➤ It would help students in computation and filing of GST returns. 	
	THEORY	
Sub Unit	Unit – I: Introduction to Indirect Taxation and GST	15 lectures
	Basics for Taxation - Direct Taxes and Indirect Taxes – Difference, Advantages and Disadvantages, Sources and Authority of Taxes in India (Art 246 of the Indian Constitution)	
	Introduction to GST – Genesis of GST in India, Power to tax GST (Constitutional Provisions), Extent and Commencement, Meaning and Definition of GST, Benefits of GST, Conceptual Framework – CGST, IGST,SGST,UTGST, Imports of goods or services or both, Export of goods or services or both, Taxes subsumed and not subsumed under GST.	
	Definitions – Goods (2(52) of CGST Act), Services (2(102) of CGST Act), Money (2(75) of CGST Act), Securities (2(101) of SCRA Act,1956), India(2(56) of CGST Act), Persons (2(84) of CGST Act),Taxable Person (2(107) of CGST Act), Business (2(17) of CGST Act), Consideration(2(31) of CGST Act), E-Commerce Operator (2(45) of CGST Act), Supplier(2(105) of CGST Act),Recipient(2(93) of CGST Act)	
	Levy and Collection of GST – Levy and Collection of CGST, IGST, SGST,UTGST (Sec 9 of CGST Act), Composition Scheme under GST (Sec 10 of CGST Act), Power to Grant Exemption (Sec 11 of CGST Act)GST Rate Schedule for Goods and Services.	
	Unit – II: Concept of Supply	15 lectures
	Taxable Event Supply– Meaning and Scope of Supply (Section 7 Subsection 1, 2 and 3 of Act) Schedule I, Schedule II, Schedule III, Composite and Mixed Supplies (Sec 8 of CGST Act)	
	Place of Supply – Location of Supplier of Goods and Services, Place of Supply of Goods (Sec 10, 11,12 and 13 of IGST Act),	

	Special Provision for Payment of Tax by a Supplier of Online Information Database Access Retrieval.	
	Time of Supply- Time of Supply (Sec 31 of CGST Act), Issue of Invoice by the Supplier (Sec 31 (1) and Sec 31(2) of CGST Act), Continuous Supply of Goods and Services, Goods Sent on Approval (Sec 31(7) of CGST Act)	
	Value of Supply – Determination of Value of Supply (Sec 15 of CGST Act and CGST Rules 2017), Input Tax Credit (Sec 2(62) of CGST Act) Capital Goods (Sec 2(19) of CGST Act), Input Sec 2(59) of CGST Act), Input Service (Sec 2(60) of CGST Act). Eligibility and Conditions for taking Input Tax Credit (Sec 16 of CGST Act)	
	Unit – III: Registration and Computation of GST	15 lectures
	Registration – Persons liable for Registration (Sec 22 of the Act), Persons not liable for Registration, Procedure for Registration (Sec 25 of the Act), Deemed Registration(Sec 26 of the Act), Special Provisions (Sec 27 of the Act), Amendment, Cancellation and Revocation of Registration(Sec 28,Sec29 and Sec 31 of the Act)	
	Computation of GST–Computation of GST under Inter State & Intra State Supplies	
	Payment of Tax- Payment of Tax, Interest and other Amounts(Sec 49 of the Act), Interest on delayed Payment (Sec 50 of the Act), TDS (Sec 51 of the Act), TCS (Sec 52 of the Act)	
	Unit – IV: Filing of Returns	15 lectures
	Documentation- Tax Invoices (Sec 31 and 32 of the Act), Credit and Debit notes(Sec 34 of the Act), Electronic Way Bill	
	Returns –Types of Returns and Provisions relating to filing of Returns (Sec 37 to Sec 48 of the Act)	

Evaluation Scheme

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II.Semester End Examination (SEE)- 60 Marks

Course Code CBFM605	Risk Management 04 Credits/) 05 lectures/week	
	Objectives <ul style="list-style-type: none"> ➤ To nourish, nurture and enhance the knowledge of students to various risk management techniques and strategies. Outcomes: <ul style="list-style-type: none"> ➤ It would help students in proper analysis and interpretation of various risks and techniques to manage such risks. 	
	THEORY	
Sub Unit	Unit – I: Introduction to Risk Management	15 lectures
	The Concept of Risk, Identification of Risk faced by Organization, Risk and Uncertainty, Strategic and Operational Risks, Dynamic Nature of Risks, Business Risk, Financial Risk faced by Organization, Objectives of Risks Management, Process of Risk Management	
	Unit – II: Evaluation of Risk	20 lectures
	Evaluation of Organization’s ability to bear them, Risk Measurement, Sources and Impact of Common Business Risk, Market, Credit , Liquidity, Technological, Legal, Environmental, Reputation, Country Risk. Identify and assess the impact upon the stakeholder involved in Business Risk, Nature and Importance of Financial Risk, Evaluation of Financial Risk, Evaluation of Alternative Risk Management Tools,(BASEL Comm. Norms) Role of Risk Manager and Risk Committee in identifying and managing risk. VAR- Value At Risk, Concept, types, shortcomings	
	Unit – III: Foreign Exchange Risk	15 lectures
	Forex Market, Identifying and Analyzing Forex Risk, Managing Forex Risk and Tools for managing Forex Risk	

	Unit – IV: Interest Rate Risk	15 lectures
	Interest Rate Market and Mathematics. Identifying and Analyzing Interest Rate Risk. Measuring and Managing Interest Rate Risk	

Evaluation Scheme

I. Continuous Assessment (C.A.) - 40 Marks

1. Continuous Assessment 1: Written Test 20 marks
2. Continuous Assessment 2 :Written Test / class activities such as presentation/ group discussions/ debates / assignments / case studies 20 marks

II.Semester End Examination (SEE)- 60 Marks

