

MBE I Year	MBE--C205		Semester-II		
	Financial System and Business Finance				
Time Allotted for End Semester Examination	Marks Allotted for Internal Assessment	Marks Allotted for End Semester Examination (ESE)	Maximum Marks (MM)	Total Credits	Maximum Hours
3 Hrs.	30(20+10)	70	100	03	40

OBJECTIVE:The objective of this course is to develop a basic understanding of banks and business finance in business organizations.

- Central Bank: Functions, Methods of credit control, effectiveness of credit control in development of Economics, Commercial Bank- Functions role of commercial banks in the Economic development of a country.

(7Hours)

Reserve Bank of India: Functions of RBI, Traditional functions, Promotional Functions, Supervisory functions, Credit control measures adopted by the RBI.

(7Hours)

- Finance: Finance functions, sources and cost of corporate funds, Capital Structure decision, Public Finance, Theory of Maximum Social Advantage. **Case Study 1:** Janalakshmi Financial Services Private Limited: strategic innovation to achieve financial inclusion

(8Hours)

Progressive and Promotional Taxation: Direct and Indirect Taxes, Impact and Incidence of Tax, Effects of Taxation on production and distribution, Public and private Expenditure, Factors affecting incidence of Tax. **Case Studies 2:** Giordano: positioning for international expansion

(8Hours)

- Emerging Trends in Accounting and Finance: Leasing, Operating Lease, Infrastructure Lease, Human Resource Accounting, Budget and Budgetary Control, Need and Importance of Budgets, Classification of Budgets. **(10Hours)**

SUGGESTED READINGS:

1. Shekhar & Shekhar, Banking Theory and Practice, HPH.
2. A Besant and C Raj, Corporate Financial Management, , TMH.
3. K.S. Sastry, Finance and Accounting, Sultan chand, N Delhi.
4. K.G. Gupta, Management Accounting, K.G.Publication.
5. **Case Study 1:**M. Abraham Dolphy, Mohan Gopinath, Edwin Castelino, (2012)"Janalakshmi Financial Services Private Limited: strategic innovation to achieve financial inclusion", Emerald Emerging Markets Case Studies, Vol. 2 Issue: 8, pp.1-18, [https:// doi.org/10.1108/20450621211306593](https://doi.org/10.1108/20450621211306593) Permanent link to this document: <https://doi.org/10.1108/20450621211306593>
6. **Case Study 2:** Jochen Wirtz, (2011) "Giordano: positioning for international expansion", Emerald Emerging Markets Case Studies, Vol. 1 Issue: 1, pp.1-13, <https://doi.org/10.1108/20450621111110500> Permanent link to this document: <https://doi.org/10.1108/20450621111110500>

NOTE:The list of cases, specific references and books including recent articles will be announced in the class by concerned teachers from time to time.