Course Code:	M	G	T	D	5	2	5	Course Title :	WORKING CAPITAL MANAGEMENT

WEIGHTAGE	
CA	ETE (Th.)
20	80

COURSE CONTENTS:

Sr. No.	Topics
1.	Concept & Importance of Working capital Management, Factors affecting working capital requirements
2.	Types of Working capital, Meaning & significance of operating cycle and cash cycle, estimation of working capital requirements, liquidity vs. profitability
3.	Financing of working capital needs: Commercial banks, Commercial papers, Factoring, Trade credit, Accrued expenses, Deferred income as sources for working capital
4.	Approaches to determine an appropriate financing mix, working capital and banking policy (Recommendations of Dahejia Tandon, Chore & Marathe & Kannan committees), MPBF norms.
5.	Cash Management: Aspects of cash management, Motives for holding cash and marketable securities,
6.	Factors determining the optimum cash balance, Models- Baumol, Miller orr, Stone, Beranek
7.	Cash planning, cash budget simulation and cash balance uncertainties, hedging vs. interest rate, future & options.
8.	Receivable Management- Introduction, objectives of trade credit, credit policies. Dimensions of receivable Management, Collections from receivables, Role of factoring in receivables management.
9.	Inventory Management- Introduction, tools and techniques of inventory Management. Inventory control models, valuation of inventories, Inventory Management and cash flow time line.
10.	Integration of working capital and capital investment process.

TEXT BOOK:

V.K.Bhalla, Working Capital Management, Anmol Publications, New Delhi, 2007

ADDITIONAL READINGS:

1. Khan & Jain, Financial Management, Tata Mc-Graw Hill, New Delhi, 2007
2. Panday, IM, Financial Management, Vikas Publication, New Delhi, 2007
3. Chandra P, Financial Management *:Theory & Practices*, Tata Mc Graw Hill, New Delhi, 2007
4. J D Aggarwal, Working Capital Management, IIF