

# M.G.S. UNIVERSITY BIKANER

BIKANER

SYLLABUS

SCHEME OF EXAMINATION AND  
COURSES OF STUDY

FACULTY OF COMMERCE

Economic Administration and Financial Management

M. COM. (E.A.F.M.)

M.COM. PREVIOUS EXAMINATION- 2019



## SCHEME OF EXAMINATION

Each theory paper	3 Hrs. duration	100 Marks
Dissertation / Thesis / Survey Report / Field Work. If any		100 Marks

1. The number of paper and the maximum marks for each paper practical shall be shown in the syllabus for the subject concerned. It will be necessary for a candidate to pass in the theory part as well as in the practical part (Wherever Prescribed) of a subject / Paper separately.
2. A candidate to pass at each of the Previous and the Final Examination shall be required to obtain (i) atleast 36% marks in the aggregate of all the papers prescribed for the examination and (ii) atleast 36% marks in practical (s) wherever prescribed for the examination, provided that a candidate secures atleast 25% marks in each individual paper. Wherever prescribed, he/she shall be deemed to have failed at the examination not with standing his/her having obtained the minimum percentage of marks required in the aggregate for the examination. No division will be awarded at the Previous Examination, Division shall be awarded at the end of the Final Examination combined marks obtained at the Previous and the Final Examination taken together, as noted below-  
First Division            60%    of the aggregate marks taken together  
Second Division        48%    of the Previous and the final Examination  
All the rest shall be declared to have passed the examination.
3. If a candidate clears any paper(s) Practical(s)/ Dissertation Prescribed at the Previous and or/final Examination after a continuous period of three years, then for the purpose of working out his division the minimum pass marks only viz 25% (36% in the case of practical) shall be taken into account in respect of such paper(s) Praticle(s) Dissertatio are cleared after the expiry of the aforesaid period of three year, provided that in case where as candidate require more than 25% marks in order to reach the minimum aggregate as many marks out of those actually secured by him will be taken into account as would enable him to make the deficiency in the requisite minimum aggregate.
4. The Thesis / Dissertation / Survey Report / Field Work shall be typed & written and submitted in triplicate so as to reach the office of the Registrar atleast 3 weeks before the commencement of the theory examinations. Only such candidates shall be permitted to offer dissertation / Fields work / Survey Report / Thesis (if provided in the scheme of examination) in lieu of a paper as have secured atleast 55% marks in the aggregate of all scheme and I and II semester examination taken in the case of semester scheme, irrespective of the number of paper in which a candidate actually appeared at the examination.

N.B. (i) Non-Collegiate candidates are not eligible to offer dissertation as per Provisions of 170-A

## **M. COM.**

### **Economic Administration and Financial Management**

#### **DISTRIBUTION OF PAPERS**

There will be 9 papers in all of these 6 papers will be compulsory and three optionals. A candidate will be required to offer four compulsory papers in Previous and remaining two compulsory papers and three optional papers in the Final Examinations. Each paper will be 100 marks and 3 hours duration. Dissertation in lieu of the paper can be offered at the Final Examination provided that a candidate secures at least 55% marks in the aggregate of the previous examination.

#### **M.Com. Previous (Four Papers-All Compulsory)**

Paper	I	-	Managerial Economics
Paper	II	-	Advanced Financial Management
Paper	III	-	Monetary Economics
Paper	IV	-	Indian Financial System

#### **M.Com. Final**

##### **Five Papers - Two compulsory and any three papers of any one group**

#### **Compulsory Papers**

Paper	V	-	Economic Growth and Development
Paper	VI	-	Rural Development and Co-Operation

**Optional Papers :** Any three papers of any one group

#### **Group A - Economic Administration**

Paper	VII	-	Administration of Public Enterprises
Paper	VIII	-	Industrial Economics
Paper	IX	-	International Trade
Paper	X	-	Quantitative Techniques
Paper	XI	-	Case Study (Subject to the approval of the topic of survey work and a candidate being adjudged suitable for undertaking such work)

#### **Group B - Financial Management**

Paper	VII	-	Multinational Financial Management
Paper	VIII	-	Public Finance
Paper	IX	-	Management of Small and Medium Enterprises
Paper	X	-	Quantitative Techniques

Paper XI - Case Study (Subject to the approval of the topic of survey work and a candidate being adjudged suitable for undertaking such work).

**Group C - Co-Operation**

Paper VII - Theory and Practice of Co-Operation

Paper VIII - Accounting, Auditing and Credit Management

Paper IX - Co-Operative Marketing

Paper X - Co-Operative Project Planning

Paper XI - Case Study (Subject to the approval of the topic of survey work and a candidate being adjudged suitable for undertaking such work).

## M. COM. PREVIOUS

### Economic Administration and Financial Management

#### COMP. PAPER I - MANAGERIAL ECONOMICS

**Duration : 3 hrs.**

**Max. Marks 100**

**Note :** In this question paper, 10 questions will be set, 2 from each unit, Candidates have to answer 5 questions in all taking one question from each unit.

#### UNIT - I

**Nature and Scope of Managerial Economics:** Objectives of a firm, Economic theory and managerial theory; Managerial economist's role and responsibilities; Fundamental economic concepts – incremental principle, opportunity cost principle, discounting principle, equi-marginal principle.

**Demand Analysis:** Individual and market demand functions; Law of demand, determinants of demand. Demand estimation for major consumer durable and non-durable products; Demand forecasting techniques.

#### UNIT - II

**Elasticity of demand:** Its meaning and importance; Price elasticity, Income elasticity and Cross elasticity, Using elasticity in managerial decisions.

**Theory of Consumer Choice:** Cardinal utility approach, indifference approach, revealed preference and theory of consumer choice under risk.

#### UNIT – III

**Production Theory :** Production function-production with one and two variable inputs; Stages of production; Economies of scale; Estimation of production function; Cost theory and estimation; Economic value analysis; Short and long run cost functions - their nature, shape and interrelationship; Law of variable proportions; Returns to scale.

#### UNIT - IV

**Price Determination under Different Market Conditions:** Characteristic of different market structures; Price determination and firm's equilibrium in short-run and long-run under perfect competition, monopolistic competition, oligopoly and monopoly.

**Pricing Practices:** Methods of price determination in practice; Pricing of multiple products; Price discrimination; International price discrimination and dumping; Transfer pricing.

## UNIT - V

**Business Cycles:** Nature and phases of a business cycle; Theories of business cycles- psychological theory, Pure Monetary Theory of Hawtrey, Over investment theory, innovation, Keynes, Samuelson and Hicks theories. Control on Business Cycles.

**Inflation:** Definitions, Characteristics and types; inflation in terms of demand-pull and cost push factors; Effects of inflation.

### References :

1. Baya, Michael R: Managerial Economics and Business Strategy, McGraw Hill Inc. New York.
2. Chopra, O.P.: Managerial Economics, Tata McGraw Hill Delhi.
3. Dean, Joel: Managerial Economics, Prentice Hall, Delhi.
4. Dholakia, R.H. and A.L. Oza: Micro Economics for management Students, Oxford University Press, New Delhi.
5. Gough, J. and Hills: Fundamentals of Managerial Economics, MacMillan London.
6. Savatore, Dominick : Managerial Economics in a Global Economy, McGraw Hill, New Delhi.
7. Varshney RL and Maheswari KL : Managerial Economics; Sultan Chand and Sons, New Delhi.
8. Dwivedi D.N. : Managerial Economics, Vikas Publishing House, New Delhi.
9. Adhikary M. Business Economics, Excel Books, New Delhi.

**COMP. PAPER – II**  
**ADVANCED FINANCIAL MANAGEMENT**

**Duration : 3 hrs.**

**Max. Marks 100**

**Note :** In this question paper, 10 questions will be set, 2 from each unit. Candidates have to answer 5 questions in all taking one question from each unit.

**UNIT – I**

**Financial Management:** Meaning, nature and scope of finance; Financial goal - profit v/s wealth maximization, significance of financial management, changing role and functions of Chief Financial Officer.

**Cost of Capital:** Meaning and significance of cost of Capital, Calculation of cost of debt, preference share capital, equity capital and retained earnings; combined cost of capital (weighted).

**UNIT – II**

**Capitalization:** Capital Structure, Factors Influencing Capital Structure, Features of Optimum Capital Structure, Management and Control of Investment in Inventories and Receivables.

**Management of Working Capital:** Meaning, Significance and Types of Working Capital; Calculating Operating Cycle Period and estimation of working capital requirements.

**UNIT – III**

**Budgeting:** Meaning, Significance, Features of sound business budgeting, Sales Budget, Production Budget, Flexible Budget, Master Budget and Cash Budget.

**Investment Decisions – Capital Budgeting :** Nature of Investment decisions; investment evaluation criteria – Net Present Value, Internal Rate of Return, Profitability Index, Payback Period, Accounting Rate of Return.

**UNIT – IV**

**Profit Planning:** Profit-Objectives, Computation of Income, Cost - Volume - Profit analysis, Project - Planning, Feasibility assessment.

**UNIT – V**

**Financial Reports and Statements** and their Interpretation Ratio Analysis, Preparation of Funds Flow Statement and Cash Flow Statement.

**Source of Supply of Funds in India: Short Term, Medium Term and Long Term Sources.**

**References :**

1. Cohen, J.B. & Robbins, S.M.: The Financial Management.
2. Walker and Baughon : Financial Planning & Policy.
3. Jones R.L. & Ternin, H.G. Budgeting: Key to Planning & Control.
4. Mock, E.J. : Reading in Financial Management.
5. Kuchhal, S.C. Financial Management.
6. Soloman Ezra : The Theory of Financial Management.
7. Johnson, R.W. : Financial Management
8. Lews, R.B. : Financial analysis of Management.
9. Carl, A Dauten : Business Finance. The Fundamentals of Financial Management.
10. Pandy I.M. : Financial Management (Vikas Publishing House, Delhi)
11. Khan M. Y. Jain P. K. Financial Management (Tata McGraw Hill, New Delhi)
12. Agrawal, M. R. : Financial Management (Garima Publications, Jaipur)
13. कुलश्रेष्ठ आर.एस. : निगमों का वित्तीय प्रबन्ध
14. अग्रवाल, एम.डी. व अग्रवाल, एन.पी. : वित्तीय प्रबन्ध (रमेश बुक डिपो, जयपुर)



**COMP. PAPER – III**  
**MONETARY ECONOMICS**

**Duration: 3 hrs.**

**Max. Marks 100**

**Note:** In this question paper, 10 questions will be set, 2 from each unit, Candidates have to answer 5 questions in all taking one question from each unit.

**UNIT – I**

**Money and the Value of Money:** Meaning, Importance, Concepts and Components of money. Demand for and supply of money, The quantity theory of value of money. Fisher's approach, Cambridge approach, Keynesian and Friedman's theory of money.

**UNIT – II**

**Monetary Policy:** Meaning, objectives, instruments and working of monetary policy. Efficacy and limitations of monetary policy in developing countries.

**Fiscal Policy:** Meaning and objectives. Fiscal policy under different conditions and economies. Relationship between fiscal and monetary policies.

**UNIT – III**

**Theories of Income and Employment Determination:** Classical Approach – Say's law, Keynesian Theory of Employment, Consumption Function, Investment Function, Multiplier and Acceleration principles, Saving and Investment.

**Theories of Interest:** Classical, Loanable Funds, Liquidity Preference and Modern Theory of Interest.

**UNIT – IV**

**International Monetary Relations:**

**Balance of Payments:** Meaning, Importance and Constituents of Balance of Payments. Dis-equilibrium in Balance of Payments - Causes and Remedial measures.

**Theories of Exchange Rates:** Meaning, Types and Determination of Exchange Rate, Fluctuations in Exchange Rate, Exchange Rate Management and Control.

## UNIT – V

**International Monetary Co-operation:** The Problem of International Liquidity. International Monetary Fund, World Bank and Other International Financial Institutions, Recent Reforms in International Monetary System.

### References :

1. Joshi, P.N. & Kochar, M.G. : Money, Finance and Trade.
2. Halm, G.H. : Monetary Theory.
3. Hansen, A.H. : Monetary Theory & Fiscal Policy.
4. Newlyn, W.T. : Theory of Money.
5. Dillard, D. : Economics of John Maoynard Keynes - The Theory of Monetary Economics.
6. Hansen : A Guide of Keynes
7. Hawthorne, Jennie : Theory and Practice of Money.
8. Keynes, J.M. : The General Theory of Employment, Interest and Money.
9. Paul, M. Forvitiz : Monetary Policy and Financial System.
10. Johri, C.K. : Monetary Policy and Financial System.
11. Dewett, K.K. : Monetary Economic Theory
12. सिन्हा, वी.सी. : मौद्रिक अर्थशास्त्र
13. सेठी टी.टी. : मौद्रिक अर्थशास्त्र
14. वैश्य एम.सी. : मौद्रिक अर्थशास्त्र
15. शर्मा एच.सी. : मौद्रिक अर्थशास्त्र

**COMP. PAPER - IV**  
**INDIAN FINANCIAL SYSTEM**

**Duration : 3 hrs.**

**Max. Marks 100**

**Note:** In this question paper, 10 questions will be set, 2 from each unit, Candidates have to answer 5 questions in all taking one question from each unit.

**UNIT – I**

**The Financial System:** Introduction to Indian Financial System, Financial Instruments, Financial Market: Indian Money market; Indian Capital Market, Financial risk, Financial Intermediaries, Indicators of Financial Development.

**UNIT – II**

**Administration of Financial Resources:** Central and State Financial Relations, The Constitutional Provisions. The Finance Commissions: Their Recommendations and Effect on Economic Policy of the Government.

**Interest Rate Structure :** Determinants of Interest Rate Structure, Differential Interest Rate, Recent Changes in Interest Rate Structure.

**UNIT – III**

**R.B.I.:** Functions, Credit Creation and Credit Control, its Monetary Policy.

**Commercial Banking in India:** Branch Expansion, Deposit Mobilisation and Deployment of Credit. Operational Efficiency and Profitability of Scheduled Commercial Banks. Regional variations in Commercial Banking Development in India. Recent trends in Indian Commercial Banks. Challenges before Commercial Banks in 21<sup>st</sup> Century.

**UNIT – IV**

**Internationalization of Indian Banking:** Deregulation, Liberalization, Competition and Modern Technology, Problems of Commercial Banking in India, Financial Sector Reforms in India.

**All India Development Banks:** Concept, Objectives and Functions of Development Banks. Operational and Promotional Activities of Development Banks: IFCI, ICICI, IDBI, SIDBI and UTI.

**UNIT –V**

**State Level Development Banks:** Objectives, Functions and Role of State Level Banks; Working of RFC, RIICO, and RAJSICO

**References :**

1. Bhole L.M. : Financial Markets and Institutions; Tata McGraw-Hill Publishing Company, New Delhi
2. Khan M.Y. Indian Financial System : Theory and Practice; Vikas Publishing House, New Delhi.
3. Chandra Prasanna : Financial Management : Theory and Practice ; Tata McGraw Hill, New Delhi.
4. Kapila Raj and Kapila Uma : Banking and Financial Sector Reforms in India; Vol I, II, III and IV, Academic Foundations, Delhi.
5. Srivastava, R.M. : Management of Indian Financial Institutions; Himalaya Publishing House, Mumbai.
6. IDBI : Annual Reports.
7. ICICI : Annual Reports.
8. IFCI : Annual Reports.
9. SIDBI : Annual Reports.
10. Report of the Committee on Banking Sector, 1998
11. R.B.I. : Annual Report