

**CBN COLLABORATIVE POSTGRADUATE PROGRAMME  
UNIVERSITY OF IBADAN SCHOOL OF BUSINESS  
FINANCIAL MANAGEMENT  
MODULE SPECIFICATION**

**Last Updated 12/12/2019**

**1. Module Title:** Financial Management

**2. Module Code:** MBC 713

**3. Number of credits:** 3

**4. Level:** MBA

**5. Semester:**2

**6. Pre-requisites for admission to the module (if any)**

None

**7. Module Coordinator**

**8. Aims**

Upon completion of the course, students are expected to:

- a) Demonstrate an understanding of the nature of financial management
- b) Appreciate the concepts of value and return
- c) Understand how capital budgeting decisions are made and the issues of risk analysis in capital budgeting
- d) Apply the concepts of cost of capital in the firm
- e) Understand the concepts of financial and operating leverage
- f) Internalized capital structure theories and policies
- g) Understand the different dividend theories and polices
- h) Appraise long term finance such as Shares, Debenture and loans
- i) Understand how to perform financial statement and cash flow analysis
- j) Understand the principles of working capital management and justifying them
- k) Demonstrate ability to resolve inventory and cash management problems
- l) Understand how organization restructure, merge and are acquired
- m) Understand the concepts of derivatives for managing financial risk

**9. Summary of Content**

The importance of financial management can hardly be over-emphasized. It is a critical aspects of management. About three decades ago, the scope of financial management was confirmed to raising funds, and little significance was attached to analytical thinking in financial decision and problem solving. As a consequence, the earlier finance textbooks were structured around this theme and contained descriptions of the instruments and institutions of raising funds and of the major events, like promotion, reorganization, readjustment, mergers, consolidation e.t.c when funds were raised. In the mid-fifties, the emphasis shifted to the judicious utilization of funds. Modern thinking in financial management accords a far greater importance to management decision making and policy. Today, financial managers do not perform the passive role of scorekeeping of financial data and information, and arranging funds whenever they are directed

to do so. Rather they occupy key positions in top management areas and plays a significant role in solving complex management problems. They are responsible in shaping the fortunes of the enterprises and are involved in the most vital management decisions of allocation of capital. Hence the study of the subject at postgraduate level has more significance. In this module, students will have exposure to the fundamental and applications of financial management. The course covers the main areas of (1) valuation (2) investment decision (3) Financing and dividend decisions (4) Long term financing (5) Financial and profit analysis (6) Working capital management and (7) Managing value and risks.

#### 10. Module Intended Learning Outcomes (MILOs)

Upon successful completion of this module, students will be able to:

No	Milos	Weighting (%)
1	Understand the nature of Financial Management	Refer to no 15
2	Appreciate the concepts of value and return	
3	Understand capital budgeting decisions and risk analysis in capital budgeting	
4	Explain the concepts of cost of capital	
5	Understand financial and operating leverage	
6	Understand capital structure theories and policy	
7	Understand dividend theories and polices	
8	Appraise Long term finance: Shares, Debenture and loans	
9	Understand Financial Statement and cash flow analysis	
10	Understand the principles of working capital management	
11	Understand Inventory and cash management	
12	Understand Corporate restructure, mergers and acquisitions	
13	Understand the concepts of derivatives for managing financial risk	

#### 11. Teaching and Learning Activities (TLAs)

MILO No.	TLAs	Functions	Hours/Week
1,2,3,4,5,6,7,8,9, 10, 11, 12, 13	Lectures and materials	Course instructors will introduce, with appropriate audio-visual materials, the critical concepts of Financial Management through lectures.	<b>3hours</b>
1,2,3,4,5,6,7,8,9, 10, 11, 12, 13	Tutorials (Case study, Group Discussion, Quizzes, presentations, peer review, role play)	Tutorial sessions will introduce experiential forms of learning activities such as case studies, group discussion, presentations, peer review, quizzes and role play. Emphasis placed on more in-depth learning of the processes, tools, and techniques in Financial Management	<b>3 hours</b>

## 12. Assessments Tasks/Activities

MILO No.	Type of assessment tasks/activities	Weighting (if applicable)	Remarks
1,2,3,4,5,6,7,8,9, 10, 11, 12, 13	<b>Examination</b> Students are required to participate in a three-hour examination to test their acquisitions of concepts and knowledge.	50%	
1,2,3,4,5,6,7,8,9, 10, 11, 12, 13	<b>Written Test/Quizzes</b> 1-hour written test/Pop Quizzes	20%	Week 7/On Going basis
1,2,3,4,5,6,7,8,9, 10, 11, 12, 13	<b>Assignments</b> Assessment is comprising group work assignment and individual assignment.	30%	Case study analysis and Report type organizational analysis on Operations Management

## 13. Attendance Requirements

Students are required to attend all tutorials and lectures and laboratory sessions (if any),

## 14. Contribution to Programme Learning Outcomes

No	PILOs	MILO No
1	Demonstrate an understanding of the nature of Financial Management	1
2	Appreciate the concepts of value and return	2
3	Understand how capital budgeting decisions are made and the issues of risk analysis in capital budgeting	3
4	Apply the concepts of cost of capital in the firm	4
5	Understand the concepts of financial and operating leverage	5
6	Internalized capital structure theories and policies	6
7	Understand the different dividend theories and polices	7
8	Appraise long term finance such as Shares, Debenture and loans	8
9	Understand how to perform financial statement and cash flow analysis	9
10	Understand the principles of working capital management and justifying them	10
11	Demonstrate ability to resolve inventory and cash management problems	11
12	Understand how organization restructure, merge and are acquired	12
13	Understand the concepts of derivatives for managing financial risk	13

## 15. Grading of Student Achievement

Letter Grade	% Mark	Grade Definitions	Remarks
A	70-100	<b>Excellent</b>	Demonstrate excellent understanding of the subject matters.
B	60-69	<b>Very Good</b>	Demonstrate a very good understanding of the subject matters, though missing some of the points.
C	50-59	<b>Good</b>	Demonstrate an adequate understanding of the core of the subject matters.
F (Fail)	<50%	<b>Fail</b>	Demonstrate a wrong understanding of the subject matter.

## 16. Resources

### Suggested primary texts

No	Name of Author(s)	Year of Publication	Title of Book	Edition	Publisher's Name	ISBN
1	I.M Pandey	2010	Financial Management	Tenth Edition	VIKAS PUBLISHING HOUSE PVT LTD	ISBN 978-81-259-3714-2

### Suggested secondary texts

No	Name of Author(s)	Year of Publication	Title of Book	Edition	Publisher's Name	ISBN
1	Eugene F. Brigham and Michael C. Ehrhardt	2017	Financial Management: Theory & Practice	15 <sup>th</sup>	Harcourt College Publishers	ISBN 9781439078105
2	Charles E. Menifield	2017	The Basics of Public Budgeting and Financial Management: A Handbook for Academics and Practitioner	3 <sup>rd</sup>	Hamilton Books	ISBN 9780761861416
3	The Economist and John Tennent	2014	The Economist Guide to Financial Management (2nd Ed):	2 <sup>nd</sup>		ISBN 978-0761861416

			Principles and practice			
4	Eugene F. Brigham and Michael C. Ehrhardt	2017	Financial Management: Theory & Practice	15 <sup>th</sup>		

**Suggested Journals**

1. Journal of Finance
2. The Review of Financial Studies
3. Journal of Financial Economics
4. Journal of Accounting and Economics
5. Journal of Financial and Quantitative Analysis
6. Journal of Banking and Finance
7. Journal of Money, Credit and Banking
8. Journal of International Money and Finance
9. Journal of Business Finance & Accounting
10. Journal of International Financial Management and Accounting

**Facilities Requirements**

A lecture room with appropriate teaching and lab (if any) facilities