

Objective: The main objective of this subject is to make the student familiar with the concept of working capital and he has to know the importance of working capital in order to meet the payment schedule in the organization.

Unit – I: Introduction-Concept of working capital-meaning-importance of working capital-types of working capital-classification of working capital-working capital cycle- Determinants of working capital-estimation of working capital (problems).

Unit – II: Management of Cash and Marketable Securities - objectives-importance of cash management-motives for holding of cash-cash management models-techniques of cash management- e-cash - preparation of cash budget (problems)

Unit – III: Management of receivables and payables-meaning-objectives-managing accounts receivables-factors determining size of investments in receivables-proposed plans in accounts receivables (problems)-establishment of credit and collection policies-control of accounts receivables-accounts payables.

Unit – IV: Management of inventory-concept and definition-objectives-importance of inventory management-techniques of inventory management-ABC analysis-EOQ-VED Analysis-levels of inventory management.

Unit – V: Financing of working capital-sources of working capital-long term working capital-short term working capital-approaches for determining financing mix-Tandon and other committees recommendations on bank finance-management of current liabilities.

Text books:

1. N.K.Jain, Working Capital Management, APH Publications, New Delhi, Edition,2008.
2. Satish B. Mathur, Working capital management, New age publications, new Delhi,2008.

Reference Books:

1. Sharma and Gupta, Financial Management, Kalyani Publications, Edition, 2010.
2. S.N.Maheswawri, Financial Management, Sultan Chand & Co, New edition, 2010.