

NIRMA UNIVERSITY
Institute of Management
Master of Business Administration (Full Time) Programme/
Integrated Bachelor of Business Administration-Master of Business
Administration Programme/
Master of Business Administration (Family Business &
Entrepreneurship) Programme

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Course Code	MFT5SEEF25	MBM5SEEF25	MFB5SEEF26
Course Title	Strategic Financial Management		

Course Learning Outcomes (CLO):

At the end of the course, students will be able to:

1. Examine the strategic financial decisions of a firm.
2. Analyze the risk in investment decision.
3. Assess the effect of capital structure on the firm value.
4. Design corporate risk management strategy.

Syllabus

Teaching Hours

Unit I: Corporate Strategy and Financial Strategy <ul style="list-style-type: none"> • Structural Setup for Financial Strategy • Corporate Financial Decisions • Fundamental Propositions 	04
Unit II: Risk Assessment in Investment Decision <ul style="list-style-type: none"> • Traditional Techniques: Certainty Equivalent, Risk-adjusted Discount Rate • Modern Techniques: Sensitivity Analysis, Probability Analysis, Decision Tree, Simulation 	08
Unit III: Value Creation through Mergers, Acquisitions, Restructuring <ul style="list-style-type: none"> • Mergers and Acquisitions versus Organic Growth • Cost and Benefit of a Merger • Business Alliances • Value Creation through Divestures 	08
Unit IV: Value Creation through Risk Management <ul style="list-style-type: none"> • Risk Management and Firm Value • Risk Management – Tools and Techniques • Dealing with Distress • Corporate Restructuring 	10

Suggested Readings:

1. Chandra, P., *Strategic Financial Management*. McGraw-Hill.
2. Hillier, D., Grinblatt, M., & Titman, S., *Financial Markets and Corporate Strategy*, McGraw Hill.

3. Damodaran, A., *Applied Corporate Finance*. John Wiley & Sons.
4. Bruner, R. *Case Studies in Finance: Managing for Corporate Value Creation*. McGraw Hill.

w.e.f. Academic Year 2019-20 and onwards