

# Teaching Lesson Plan

## SEC-2

### INVENTORY & WORKING CAPITAL MANAGEMENT

Lecture hours: 45

**OBJECTIVES:** To provide basic knowledge and equip students with various aspects of inventory, inventory management and inventory control.

SN	Subject and Objectives	Lectures Hrs	Methodology	Evaluation Mode
<b>Unit-I</b>	<b>Meaning and Definition</b>	<b>10Hrs</b>		
	Meaning and Definition of Inventory, Types of Inventory, Need for holding Inventory, Risks and Cost Associated with excessive inventory.	10	PPT, Illustrations	Q & A, Assignments
<b>Unit-II</b>	<b>Inventory Management</b>	<b>10Hrs</b>		
	Meaning and Definition of Inventory Management, Objectives of Inventory Management, advantages of Inventory Management, Limitations of Inventory Management	10	PPT, Illustrations	CIA
<b>Unit-III</b>	<b>Techniques of Inventory</b>	<b>10Hrs</b>		
	Inventory Management: EOQ Model, ABC Analysis, Stock Levels, VED Analysis, FSN Analysis, Traditional Techniques.	10	PPT, Illustrations	Q & A, Assignments
<b>Unit-IV</b>	<b>Working Capital</b>	<b>15Hrs</b>		
	Meaning and Definition of Working Capital, Types of Working Capital, Importance of Working Capital, Factors affecting Working Capital, Advantages of Working Capital, Need and Determination of Working Capital, Sources of Working Capital	15	PPT, Illustrations	Q & A, Assignments
<b>Unit-V</b>	<b>Cash Management</b>	<b>8Hrs</b>		
	Meaning and Objectives of Cash Management, Motives for holding cash, Determination of Optimum level of Cash, Methods of Cash Management, Models of Cash Management	8	PPT, Illustrations	Q & A, Assignments
<b>Unit-VI</b>		<b>7Hrs</b>		
	Meaning and Nature of Receivables, Benefits of Receivables, Meaning of Receivables Management, Factors affecting Investment in Receivables, Scope of Receivable Management, Credit Policy, Control of Receivables.	7	PPT, Illustrations	Q & A, Assignments

#### Reference Books:

1. Khan and Jain. Financial Management Text Problems. 2nd Edition, Tata Mc Graw Hill New Delhi.
2. Pandey, I M, Financial Management. Vikas Publications.
3. Chandra, P Financial Management-Theory and Practice (Tata Mc Graw Hill).

4. Rustagi, R.P. Fundamentals of Financial Management. Taxmann Publication Pvt.Ltd.
5. Singh J.K, Financial Management-Text and Problems.2nd Edition Dhanpat Rai and Company, Delhi.
6. Singh, Surender and Kaur, Rajeev, Fundamentals of Financial Managements, Book Bank International.

**Prepared by: Department**