

PROGRAM	Bachelors Of Commerce (Hons.)
SEMESTER	IV
COURSE TITLE	Business Valuation
COURSE CODE	04CH0408
COURSE CREDITS	02
COURSE DURATION	24 Hrs (24 sessions of 60 minutes each)

COURSE OUTCOMES:

- To be able to learn valuation of companies
- To understand DCF Model
- To Learn other Non-DCF approaches

Teaching and Examination Scheme

Teaching Scheme (Hours)			Credits	Internal Marks (50%)		End-Semester Examination (50%)			Total Marks
Theory	Tutorial	Practical		IA	CSE	Theory	Practical/Viva	Term Work (TW)	
2	0	0	2	30	20	50	0	0	100

Course Contents:

Unit No	Unit / Sub Unit	Sessions
I	Corporate Valuation: Overview-Context of valuation-Approaches to Valuation-Features of the valuation process: Book value approach, Stock and debt approach, discounted cash flow approach, Relative valuation approach, option valuation approach-Features of the valuation process-Corporate valuation in practice	08
II	Enterprise DCF Model: Analysing historical performance-Estimating the cost of Capital- Forecasting performance-Estimating the continuing value-Calculating and interpreting the results-Other DCF models: Equity DCF Model: Dividend discount model, free cash flow to Equity (FCFE) model-Adjusted present value model-Economic profit model-Applicability and Limitations of DCF analysis	08
III	Relative Valuation: Steps involved in Relative valuation-Equity valuation multiples-Enterprise valuation multiples-Choice of multiple-Best practices using multiples-Assessment of relative valuation. Other Non DCF Approaches-Book Value approach-Stock and Debt approach-Strategic approach to valuation-Guidelines for corporate valuation	08

Text Books:

Sr. No	Author/s	Name of the Book	Publisher	Edition & Year of Publication
T-01	Prasanna Chandra	Corporate Valuation: A Guide for Analysts - Managers and Investors	McGraw Hill	2014

Reference Books:

Sr. No	Author/s	Name of the Book	Publisher	Edition and Year of Publication
R-01	Aswath Damodaran	Damodaran on Valuation	Wiley-India	2 nd Edition
R-02	M. Y. Khan and P. K. Jain	Financial Management	McGraw Hill	2018 / 8th