

# CAPSULE COURSE ON INNOVATIVE FINANCIAL INSTRUMENTS AND FUNDAMENTALS OF FINANCE

Rapporteur: Department of Social Science

**29 Nov. – 1 Dec. 2019:** A capsule course on Innovative Financial Instruments and Fundamentals of Finance was organized by the Business Administration & Commerce department of School of Liberal Studies (SLS) at PDPU. There were three eminent guest speakers for each day. Mr. H.C. Shah, Director – Sadbhav Group of Companies, Mr. Hitesh Chelani, AGM Finance - Sadbhav Engineering Limited, and Mr. Shashi Dhar, Dy. General Manager - Bank of Baroda. It was coordinated by Dr. Ashvin Dave, Professor & Head, Dept. of Commerce & Business Administration, SLS, PDPU and Dr. Ashish B. Joshi, Associate Professor, Dept. of Commerce & Business Administration, SLS, PDPU.



On the first day, Dr. Ashvin Dave inaugurated the first session with his opening remarks and Dr. Ashish Joshi presented Mr. H.C. Shah with a memento and a flower bouquet. Both sessions were conducted by Mr. H.C. Shah. He initiated his session by introducing finance, followed by a brief discussion on the core concepts of finance. He discussed about leverage/debt, capital market, money market, investments, assets, liabilities, credit, etc. He also explained in depth the origin of those financial terminologies and how the process of generating money works. Micro and macro-economic theories were the major sources of the origin of these concepts. He carried the session forward by describing the scope of finance and also added some practical examples for better understanding.



The post lunch session was initiated by introducing the concept of time value of money and its fundamentals. He explained that in time value of money, the money which is available at the present time is worth more than the identical sum in the future due to its potential earning capacity. This principle of finance works at the basic concept that any amount of money provided, can generate interest, and has a positive correlation with time - earlier the money received, more will be the value of money. Further, the concepts of compounded and discounted time value of money were discussed. Various techniques of compounded and discounted time value of money with practical examples were also discussed.



The sessions for the second day of the capsule course were conducted by Mr.HiteshChelani. In the first session, he discussed about the Loan Amortization Schedule, and theConcept of Nominal Interest & Real Interest. He also discussed about Effective Interest Rate. Dr. Ashish Joshi presented him with a memento and a flower bouquet. In the second session, he discussed about shares and debentures, valuation of debentures and introduction to valuation of equity shares. He also provided certain practical examples to the students.

The sessions for the last day of the capsule course were conducted by Mr.ShashiDhar. In the beginning of the session, he was presented with a memento and a flower bouquetby Dr. Ashish Joshi. He started his session by explaining capital budgeting decisions, project loans, and working capital loans. He also linked certain practical examples to make these concepts more clear to the audience. In the second session, he talked about international finance & contemporary trends. Each session ended with student interaction, where students put forward their doubts. All participants were appreciated by providing a certificate for participating in the event.