



SYMBIOSIS INTERNATIONAL (DEEMED UNIVERSITY)

(Established under section 3 of the UGC Act 1956)

Re - accredited by NAAC with 'A' Grade

Founder: Prof. Dr. S. B. Mujumdar, M.Sc., Ph.D. (Awarded Padma Bhushan and Padma Shri by President of India)

(Established under section 3 of the UGC Act 1956, by notification No.F.9-12/2001-U3 Government of India)

Course Code: 020942201

Course Name: Credit Management

Course Code: T2067

Number of Credits: 3

Level : 5

Learning Objective(s): The student will be able to:
Analyse and appraise financial statements from the perspective of granting loan.
To analyse, interpret and evaluate a loan proposal

Pedagogy: Lectures, Case lets, Presentations

Pre-learning: Master Circulars of RBI

Course Outline:

Sr. No.	Topic	Hours
1	Loan policy: Introduction, Types of Credit Facilities, Exposure levels, Fair lending practices, Credit appraisal method, Pricing, Credit Monitoring and Supervision.	5
2	Financial statement analysis: Definition, Criteria for analysis , Balance Sheet analysis and interpretation , Analysis of Income Statement & Cash Flow Statement, Ratio analysis, Funds flow analysis, Cash Budget, Break even analysis, Limitation of Financial Statement Analysis.	10
3	Credit Risk assessment: Importance, Risk assessment, Credit Rating, Pricing	5

4	Working Capital Financing Definition and Methods of working capital assessment, Operating Cycle method, Traditional method, Sub-Limits, margins, MPBF method, Tandon, Chore & Nayak committee, Validation of Bank finance sought.	10
5	Project & Infrastructure Finance, Terms loans & Deferred payment guarantees: Introductions, Technical, Economic and financial feasibility, Managerial competence, DPG, Financing Infrastructure projects.	3
6	Financing trade and services: Advantages, Financial needs of trade and services, Export & Import Financing, Guidelines for financing	4
7	Non Fund Based Credit Facilities Letters of Credit: Meaning, Purpose, Format, Types of LC, Assessment of LC limits Bank guarantees: Introduction, Purpose, Appraisal, Format, Invocation of Bank guarantee, Advanced Payment Guarantee, Performance guarantee, Bid bonds, Counter guarantee, Interchangeability of LC and BG limits.	4
8	Security & Documentation in lending	2
9	NPA Management, Corporate Debt Restructuring, Credit Derivatives	2
Total		45

Books Recommended:

- 1.Credit Appraisal, Risk Analysis and Decision Making-Author: DD Mukherjee, Snow White Publisher
- 2.Bank Credit Management- G Vijayaragavan- Himalaya Publishing House
- 3.Banking Strategy, Credit Appraisal, and Lending Decisions: A Risk-Return Framework, Second Edition, Hrishikesh Bhattacharya, Publisher: Oxford India Paperback

Parallel/Similar courses the existing curriculum:

S.No.	Name of the course	Institute where it was offered

Name of Member					
Designation					
Org. / Inst.					
Signature					

Name of the Expert:

Signature:



Date: