**Financial Management**

**Glossary**

**Chapter 1**

**The Role of Managerial Manager & the Financial Market Analysis**

1. Financial Management
2. Financial Services
3. M0anagerial Finance
4. Earnings Per Share (EPS)
5. Business Ethics
6. Treasurer
7. Agency Problem
8. Performance Shares
9. Market Forces
10. Marginal Cost-Benefit Analysis
11. Corporations
12. Financial Planning Decisions
13. Capital Structure Decisions
14. Dividend Decisions
15. Comparisons
16. Flexibility
17. Market Forces
18. Maneuverability
19. Risks
20. Financial Manager

**Chapter 2**

**CVP Analysis**

1. Break-Even Chart
2. Break-Even Point (BEP)
3. Contribution Margin
4. Contribution Margin Ratio
5. Theory Of Constraints
6. Cost-Volume-Profit (CVP) Analysis
7. Degree Of Operating Leverage
8. Pull Production System
9. Incremental Analysis
10. Margin Of Safety
11. Operating Leverage
12. Profit-Volume Graph
13. Variable Cost Ratio
14. Cost Behavior Analysis
15. Variable Costs
16. Fixed Costs
17. Sales Mix
18. Cost-Volume-Profit (CVP)
19. CVP Assumptions
20. Cost-Volume-Profit (CVP) Income Statement

**Chapter 3**

**Long term Finance**

1. Long-Term
2. Sustainable Growth Rate (SGR)
3. Natural Resources
4. Investment Bank
5. Resource Allocation
6. Internal Growth Rate (IGR)
7. Corporate Bank
8. External Financing
9. Primary Market
10. Secondary Market
11. IPO
12. Private Placement
13. Right Offering
14. Common Stock
15. Preferred
16. Debt Capital
17. Corporate Finance
18. Personal Finance
19. Behavioral Finance
20. Dividend

**Chapter 4**

**Financial Statement Analysis**

1. Liquidity Ratios
2. Solvency Ratios
3. Profitability Ratios
4. Efficiency Ratios.
5. Coverage Ratios
6. Market Prospect Ratios
7. The Current Ratio
8. The Quick Ratio
9. Tie Ratio
10. Debt-To-Assets Ratio
11. The Equity Ratio.
12. D/E Ratio
13. Statement Of Stockholders Equity
14. Return On Assets (Roa
15. Return On Equity (Roe)
16. Income Statement
17. Contributed Capital (Ending)
18. Horizontal Analysis (Trend Analysis)
19. Vertical Analysis
20. Net Profit Ratio

**Chapter 5**

**Capital Budgeting**

1. Replacement Decision
2. Incremental Cash Flow
3. Net Present Value
4. Terminal Value
5. Salvage Value
6. Sunk Cost
7. No incremental Cash Flow
8. Strategic Value
9. Contingent Projects
10. Mutually Exclusive
11. NPV Profile
12. Post-Audit Analysis
13. Internal Rate Of Return
14. Capital Budgeting
15. Independent Project
16. Payback Period
17. Opportunity Costs
18. Capital Expenditure
19. Required Rate Of Return
20. Modified Internal Rate Of Return

**Chapter 6**

**Capital Structure**

1. Capital Structure
2. Net Income Approach
3. Target Capital Structure
4. Costs Of Financial Distress
5. Net Operating Income Approach
6. Pecking Order Theory
7. Traditional Approach
8. Modigliani And Miller Approach (Mm Approach)
9. The Trade-Off Theory Of Capital Structure
10. The Pecking Order Theory
11. Financial Leverage
12. Operating Leverage
13. Cost Of Capital
14. EPS Indifference point
15. Arbitrage

**Chapter 7**

**Working Capital management**

1. Working Capital Management
2. Current Assets
3. Cash
4. Aging Schedule
5. Approximate Interest Rate
6. Asset Mix
7. Effective Interest Rate
8. Accounts Receivable (AR)
9. A Liquid Asset
10. The Cash Conversion Cycle (CCC)
11. Inventory Management
12. Current Liabilities.
13. Collateral
14. Factoring
15. Accounts Payable

**Chapter 8**

**Risk & Return**

1. Risk.
2. Uncertainty
3. Systemic Risk.
4. Unsystematic Risk
5. Return
6. Inflation
7. Deflation
8. Expected Return
9. Principle Of Diversification
10. Beta Coefficient
11. Security Market Line (SML)
12. Market Risk Premium
13. Security Market Lin
14. Standard Deviation
15. Investment Risk.
16. Business Risk
17. Market Risk
18. [Exchange Rate](https://www.investopedia.com/terms/e/exchangerate.asp) Risk
19. Liquidity Risk

**Chapter 9**

**Cost of Capital**

1. Cost Of Capital
2. Weighted Average Cost Of Capital (WACC)
3. Net Present Value (NPV)
4. Cost Of Equity
5. Capital Asset Pricing Model (CAPM)
6. Stock
7. Common Stock
8. Preference Shares
9. Dividend
10. Debt
11. Interest Expense
12. Retained Earnings
13. Dividend Payout Ratio
14. Flotation Cost
15. Marginal Cost Of Capital