

[Glossary]

Source Of Finance

Subject: Business Economics

Course: B.A., 3rd Semester

Undergraduate

Paper No. & Title: Paper – 303

Business Finance

Unit No. & Title: Unit - 5

Sources of Finance

Lecture No. & Title : Lecture – 1

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Glossary

Bills

A notes with order written by seller and accepted by buyer while making credit sales.

Cash Credit

Advances granted by bank on the pledging or hypothecation of stock of goods.

Commercial Paper

Unsecured instruments for short term financial requirements in the form of Promissory notes.

Creditors

Persons from whom, one has purchased goods on credit and amount is payable to him for the same.

Debenture

Long term borrowed way of collecting capital like shares from general public.

Demand Deposit

Who require to deposits and withdrawal facility frequently daily without restrictions

Equity Shares

By investing a money in terms of shares, if holders of the share can become the owner

FIMMDA

Fixed Income Money Market and Derivatives Association of India.

Preference Shares

Shareholders of shares wants to receive a preferential rights in claim their money back over equity shareholders

Receivables

Amount still not receive for providing goods or services.

Retained Earning

Retain some part of profit into the business itself to meet future requirements.

Shares

A share is a fractional part of the capital of the company