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Roll No.....

FM-2101

Corporate Finance

(निगम वित्त)

Master of Business Administration

(MBA-10/12/13)

3rd Semester, Examination-2019

Time : 3 Hours

Max. Marks : 80

Note - This Paper is of Eighty (80) marks divided into two (02) Sections A and B. Attempt the Questions contained in these sections according to the detailed instructions given therein.

Section - A

(Long-Answer-Type Questions)

Note - Section 'A' contains Five (05) long-answer-type questions of Fifteen (15) marks each. Learners are required to answer any Three (03) questions only.

(3 × 15 = 45)

1. Define Financial Planning. Briefly discuss the factors that determine financial planning.
2. Define bond value. What is the need to study valuation of bonds and stocks for an investor?

S-600

P. T. O.

3. A company issued 10000, 8% debentures of Rs. 100 each at 4% discount under the terms of the scheme, these debentures are to be redeemed after 10 years at 5% premium. The cost of issue is 2% calculate the cost of debt capital.
4. What is cash management & Discuss its objectives. Explain the factors which determine the cash-needs of a firm.
5. Discuss the process of evaluating Hire Purchase and Lease.

Section - B

(Short-Answer-Type Questions)

Note - Section 'B' contains Eight (08) short-answer-type questions of Seven (07) marks each. Learners are required to answer any Five (05) questions only.

$$(5 \times 7 = 35)$$

1. What is balance of payments?

2. What is trade credit? State benefits of trade credit as a sources of finance.
3. What is inventory management? Give the problems of inventory management.
4. What is Cash Budget? Give the porocess of preparing a cash budget.
5. Discuss the different types of Preference Shares.
6. What is Optimum Capital Structure? How do you determine it?
7. From the following information calculate stock in trade :

Current Liabilities	Rs. 200000
Current Ratio	3 : 1
Quick Ratio	1 : 1
8. Examine the merits and de-merits of raising funds by issue of equity shares.