

1. A) Fill in the blanks with proper terms

(5 Marks)

1. _____ reviews the financial performance of the organization
a. M/D b. RBI c. MICS
2. Preference shares are _____ security
a. Nil b. Hybrid c. Market
3. _____ ensures that there is no excessive or shortage of cash
a. Cash Management b. HR management c. Marketing management
4. Marginal costing is also called _____
a. Direct costing b. Operating costing c. Budgetary costing
5. _____ is required to prepare a project report
a. Land b. Machines c. Finance

3) Write the full form of the following

(5 Marks)

1. LOC
2. GDR's
3. CARE
4. ROC
5. AIF

C) Say whether the following are true or false

(5 Marks)

1. Lien means Right of retention
2. Hypothecation means securing repayment against movable property
3. An operating lease is also termed as "full Pay-out lease"
4. A bill of exchange is a negotiable instrument
5. Interest Rate restriction are not relaxed by RBI

2. A) Explain the features of corporate finance

(8 Marks)

B) What are the scope of financial management? Explain

(7 Marks)

OR

C) Explain the relationship of finance function with other functional areas

(8 Marks)

D) State what qualities should a finance manager have?

(7 Marks)

A) Discuss the adverse consequence of over capitalization on shareholders & employees?

(8 Marks)

B) Explain the basic principle of financial plan

(7 Marks)

OR

j) The sales and profits during the two years

Year Ending 31 st March	Sales (Rs)	Profit (Rs)
2004	4,00,000	40,000
2005	6,00,000	80,000

Calculate:

1. P/V Ratio
2. Fixed Cost
3. Break even point
4. If the company wants to have a profit of Rs. 12,000 what should be the sales level
5. Profit when sales are Rs. 7,50,000

Q.4: A) On 1st April 2008 Nokia Ltd purchased from Sony Ltd. under hire purchase system Rs. 7,50,000 being paid on delivery and the balance in 5 equal installment of Rs. 1,25,000 each payable at yearly on 31st March.

The Sony Ltd charges 10% p.a. The cash price of the machinery was Rs. 56,25,000. Calculate interest and analysis of payment

OR

B) Reynolds Ltd has the following data for the year

Sales (10,000 Units)	Rs. 10,00,000
Variable Costs	Rs. 4,00,000
Fixed Costs	Rs. 5,00,000

Find Out

- a. P/V Ratio
- b. BEP
- c. Margin of safety sales
- d. 10% increase in fixed cost, now Calculate new BEP

I.

Q. 5. Write short notes (Any Two)

(15 Marks)

1. Debentures
2. Lease Finance
3. ICRA
4. Capital Budgeting
5. Preference Shares