

NOTE : All questions are compulsory.

Q.I. Explain in brief the various sources of finance. (15)
(OR)

Q.I. a. Explain the meaning and features of corporate finance. (8)
b. Explain the features of Term loans. (7)

Q.II. a. Explain the meaning and features of Marginal costing. (8)
b. Explain the remedies of over capitalisation. (7)

(OR)

a. Write the difference between operating lease and financial lease. (7)
b. Explain the determinants of capital structure. (8)

Q.III. a. Write a note on ICRA. (7)
b. Explain various types of preference shares. (8)

(OR)

a. Write a note on theory of traditional approach of capital structure. (7)
b. Explain the qualities of Financial Manager. (8)

Q.IV. Eureka Ltd., purchased a machinery from Kent Ltd., on hire purchase basis. (15)

Particulars	Rs.
Cash price	3,00,000
Down payment	40,000

Balance to be discharged in 5 yearly instalments of Rs. 60,000 each.

Interest is to be charged @5% p.a.

Show the analysis of hire purchase payments.

(OR)

Q.IV. You are furnished with the following information of Geeta Industries Ltd.

Particulars	Rs.
Fixed cost	30,000
Variable cost per unit	60
Selling price per unit	120
Actual units sold	5,000

Determine -
a. P/V ratio
b. B.E.P. (only in Rs.).
c. M.O.S. (only in Rs.).
d. Desired sales (Rs.), if profit is Rs. 2,00,000.
e. Desired profit, if sales is Rs. 4,00,000.

-x-x-x-x-x-