

Q1.A Fill in the blanks

5 marks

1. _____ is required to prepare a project report.
2. _____ reviews the financial performance of entire organization.
3. _____ is the rate of return that accompany must earn to satisfy investors.
4. The return is the profit which is expressed as a _____
5. Marginal Costing is also called as _____

Q1.B State whether True or False.

5marks

1. The ultimate goal of financial management is wealth maximization of shareholder. _____
2. Interest rates are not decided by RBI. _____
3. Profit is condition of survival. _____
4. Break even analysis is not an important tool of profit planning. _____
5. Margin of safety sales is the excess sales over the break even sales. _____

Q1.C Give full forms

5 marks

1. DPS
2. CRISIL
3. ADR
4. FEMA
5. CP

Q2.A What is Corporate Finance? State its features?

8 marks

Q.2.B Explain the scope of financial management?

7 marks

Or

Q.2.C Explain the inter relationship of finance function with other functional areas?

8 marks

Q.2.D Explain the Components of Capital?

7 marks

Q.3.A Explain the causes of Over Capitalisation ?

8 marks

Q.3.B State the remedies to overcome Over Capitalisation ?

7 marks

Or

Q.3.C Explain the adverse consequences of Under Capitalisation on the company and the shareholders? 8 marks

Q.3.D State the essentials of an optimum capital structure?

7 marks

Q.4 A The sales and profits during the two years were as follows:

15marks

YEAR ENDING 31 ST MARCH	SALES (Rs.)	PROFIT (Rs.)
2014	1,20,000	9,000
2015	1,40,000	13,000

Find out:

1. P/V Ratio.
2. B.E.P Sales.
3. Profit when sales are Rs. 1,00,000.
4. Sales required to earn a profit of Rs. 20,000.

Or

Q.4 You are furnished with the information of Alpha co.Ltd:

15 marks

Fixed cost for a period	Rs. 5000
Variable cost per unit	Rs. 10
Selling price per unit	Rs.20
Actual units sold	750 units

Determine:

1. P/V Ratio.
2. B.E.P in volume and units.
3. Margin of safety in volume and units.
4. New B.E.P if selling price increases by 25%.
5. New B.E.P if variable cost decreases by 20%

Q.5 Explain the features of Capital Budgeting along with its Process?

15 marks

Or

Q.5 Short notes (Any 3)

15 marks

1. CRISIL.
2. Debentures.
3. ICRA.
4. Preferences shares.
5. Lease Finance.