



Date: 11-04-2019

Dept. No.

Max. : 100 Marks

Time: 09:00-12:00

PART-A

Answer any FIVE Questions in about 75 words each:

(5 × 4 = 20 Marks)

1. What is the scope of business finance?
2. Mention the important objectives of financial management.
3. State the difference between sole proprietorship and partnership.
4. Distinguish between financial system and financial instruments.
5. List out the factors determining equilibrium in financial markets.
6. What is compound value? Calculate the compound value when Rs. 2000 is invested for three years and the interest on it is compounded at 10 % p.a., semi-annually.
7. Define cost of capital. What are the components of cost of capital?

PART-B

Answer any FOUR Questions in about 250 words each:

(4 × 10 = 40 Marks)

8. Evaluate the role of financial management in the post liberalization era.
9. Bring out the relationship between financial management and economics.
10. Define a Company. Distinguish between public and private limited companies.
11. What are the important provisions of the Companies Act concerning financial management?
12. Elucidate the indicators of financial development.
13. a) Write a short note on discounting rate.
b) Calculate the present value of annuity of Rs. 500 received annually for four years, when discounted at 10%.
14. Enumerate the classification of the cost of capital.

PART-C

Answer any TWO Questions in about 900 words each:

(2 × 20 = 40 Marks)

15. Examine the implications of direct and indirect taxes on private companies in India.
16. Critically evaluate the functions of various financial institutions in India.
17. Discuss the measurement of cost of capital.
18. Describe the computation of the following with an example:
a) Valuation of debentures b) Growth in dividends.

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