LOYOLA COLLEGE (AUTONOMOUS), CHENNAI - 600 034



B.Com. DEGREE EXAMINATION – **COMMERCE**

FIFTH SEMESTER - NOVEMBER 2019

16/17UCO5ES03 - MANAGEMENT OF SMALL BUSINESS

Date: 06-11-2019	Dept. No.	Max. : 100 Marks
Time: 09:00-12:00		

SECTION – A Answer all the Questions

 $(10 \times 2=20)$

- 1. Define the term 'Business''.
- 2. What is Trade?
- 3. Explain any four characteristics of cottage industries.
- 4. What are Franchisees?
- 5. Discuss any four sources of Business ideas.
- 6. How is the economic viability of a new venture judged?
- 7. What is a Co-operative enterprise?
- 8. Explain Long-term finance.
- 9. What do you understand by Convertible debentures?
- 10. What is a good capital structure?

SECTION - B Answer any Four questions

 $(4 \times 10=40)$

- 11. Explain the characteristics of Business.
- 12. What are the requisites for success in Business?
- 13. "For the process of industrialization in India, small and large industries have to be viewed as mutually supportive and complementary." Discuss.
- 14. "What is Break-even analysis? Illustrate and explain the process of breakeven analysis for a new product.
- 15. Explain the differences between Shares and Debentures.
- 16. What is financial planning? Describe its significance for a small enterprise.
- 17. What do you mean by Venture capital? How do they help the new ventures?

SECTION - C Answer any Two questions

 $(2 \times 20=40)$

- 18. Explain in detail the role played by Small-scale Entrepreneurs in the growth and development of our economy.
- 19. 'Proper preparation of techno-economic feasibility report would go a long way in the success of small units. Comment. What major factors should be kept in mind while preparing such report? Illustrate your answer with an example.
- 20. Describe the various legal forms of Business organization. Give in brief relative merits and demerits of each. What are the respective feasibility areas?
- 21. What are the special features of small business finance? Enumerate briefly the determinants of capital structure and explain any three in detail.