1. Explain the functions and services rendered by merchant banks. The Players in Capital Market 2. Rights of Equity Shareholders 5. Foreign Institutional Investment Write the full form of IDBI. What is the full form of ICICI? Write the full form of FII. What is Capital Market? What is meant by portfolio management? Write the full form of FDI. 1. Medium term capital is needed for not more thanyears. a) Two b) Three d) Five c) Fouris the discount rate at which the Net Present Value of an investment becomes zero. a)Internal Rate of Return b)Return On Investment c)Accounting Rate of Return d)Average Rate of Return

3. What is share capital, in which way it is different from debenture capital? State the

Q.1. Answer the following questions. (Attempt any three)

TILAK MAHARASHTRA VIDYAPEETH, PUNE **MASTER OF COMMERCE (M.COM.) EXAMINATION : MAY - 2022** THIRD SEMESTER Sub: Business Finance (MCC-311)

Total marks: 100

1. What is Foreign Institutional Investment (FII)? Explain the advantages of FII. What is financial plan? Explain the important steps in financial planning.

important points of differences. 4. Explain the various types of mutual funds.

5. What are the objectives and functions of Securities and Exchange Board of India (SEBI)?

Q.2. Answer the following questions. (Attempt any three)

- 2. What is Credit Rating? Explain its advantages.
- 3. What is the importance of small scale industries in our country?
- 4. Describe the functions of Portfolio Management.
- 5. Explain the need and government regulations of FDI.

Q.3. Write short notes. (Attempt any four)

1.

Instruction: All questions are compulsory.

- 3. Loan Syndication

Date: 24/05/2022

2.

- 4. Portfolio Management
- 6. Features of Business Finance

Q.4.A. Answer in one Sentence (Any 5)

- 1.
- 2.
- 3.
- 4.
- 5. Define Merchant Banking.
- 6.
- 7.

Q.4.B. Select the correct Alternatives (Attempt any Ten)

- 2.

3. Dividend on shares gets accumulated and it is not paid in a particular year or years are called asPreference Shares. 1/3 (30)

(30)

(20)

(10)

(10)

Time: 10.00 am to 01.00 pm

	a)Redeemable	b)Participating
	c)Convertible	d)Cumulative
4.	Match the following: (1) Security, (2) Capital growth, (3) Marketability, with	
	(a) Money, (b) Flexibility to portfolios, (c) Re	8
	a) 1-b, 2-c, 3-a	b) 1-a, 2-c, 3-b
_	c) 1-c, 2-b, 3-a	d) 1-a, 2-b, 3-c
5.	is defined as a company from one country making a physical investment into	
	building a factory in another country.	
	a) Foreign Direct investment	b) Foreign Institutional Investment
	b) Foreign Portfolio Investment	d) Foreign Indirect Investment
6.	Capital needed for more than five years or the period may extend up to 25 years is called	
	as	
	a)Short term Capital	b)Medium term capital
_	c)Long term capital	d)None of the above
7.		
	hoice of debt vs. equity, domestic vs. international, growth vs. safety, and many other	
	tradeoffs encountered in an attempt to maximize return at a given appetite for risk.	
	a) True	b) Can't say
	c) False	d) None of the above
8.	8. The first ADR was introduced by J.P. Morgan in 1927 for the British retailer Selfrid	
	a) True	b) Can't say
	c) False	d) None of the above
9.	Syndicated loan is typically aloan in which a group of financial institutions (the Syndicate) work together to provide funds for a borrower.	
	a) small	b) medium
	c) large	d) all of the above
10.	Which of the following is the intermediary of the 'Capital Market of Stocks'?	
	a) Associates and friends	b) Broker
	c) Financial institution	d) Underwriter
11.	Which of the following is/are the technique/s of self financing other than "Ploughing Back of	
	Profits (Cash Reserves)"?	
	a) Depreciation	b) Reserves
	c) Both A and B	d) None of the above
12.	According to Guthmann, "is broad term and it includes estimation of funds in accurate quantity, raising and collection of funds, utilisation and controlling of funds."	
	a) Business Planning	b) Business Analysis
	c) Business Finance	d) All of the above