

TILAK MAHARASHTRA VIDYAPEETH, PUNE
MASTER OF COMMERCE (M.COM)
EXAMINATION: DECEMBER - 2023
THIRD SEMESTER
Sub: Business Finance (MCC-311)

Date: 05/12/2023

Total marks: 60

Time: 2.00 pm to 4.30 pm

Instruction: 1) All questions are compulsory. 2) Figures to the right indicate full marks.

Q. 1 Answer the following questions. (Attempt any two) (32)

1. 'Small scale industries are backbone of the economy.' Do you agree? Explain the reasons.
2. Explain the factors integrating the 'Globalization of Financial Markets'.
3. What is loan syndication? Explain in detail steps in loan syndication process in India.
4. What is portfolio management and describe the functions of portfolio management

Q. 2 Answer the following questions. (Attempt any one) (08)

1. What is the importance of estimating financial needs? What points are to be remembered by a person, while estimating financial needs?
2. What are the different kinds of shares? Explain the features of share capital.
3. Explain the need and functions of 'Securities and Exchange Board of India'.

Q. 3 Write short notes. (Attempt any two) (10)

1. Types of Preference Shares
2. Methods of Project Appraisal
3. Working capital & Fixed Capital
4. Rights of Equity Shareholders

Q. 4 Select the correct Alternatives (Attempt any ten) (10)

1. InMutual Funds, the fund house continuously buys and sells units from investors.
a) Open-ended
b) Income funds
c) Close-ended
d) Index funds
2.is the time in which the initial cash outflow of an investment is expected to be recovered from the cash inflows generated by the investment.
a) NPV
b) IRR
c) Payback period
d) ARR
3. An organization that underwrites corporate securities and advises clients on issues like corporate mergers, acquisitions etc. and involve in commercial ventures is called as.....
a) Development Bank
b) Merchant bank
c) Central Bank
d) Agricultural Bank

4. Business units accept deposits from investors, who are members of society, are known as.....
 - a) Fixed deposits
 - b) Public deposits
 - c) Term deposits
 - d) Private deposits
5.is a market in which investors provide long term funds of the duration of above one year in exchange for financial assets offered by borrowers.
 - a) Money market
 - b) Domestic market
 - c) Capital market
 - d) Foreign market
6.is a body of individuals, whether incorporate or not, constituted for the purpose of assisting, controlling the business of buying and selling or dealing in securities.
 - a) SEBI
 - b) CRISIL
 - c) Stock Exchange
 - d) IDBI
7.are the debentures against which company offers security – creates a charge on company’s assets for the payment of loan given to company.
 - a) Registered debentures
 - b) Secured debentures
 - c) Bearer debentures
 - d) Convertible debentures
8.is superior to Public Sector in respect of efficient and economical use of resources.
 - a) Co-operative Sector
 - b) Small Scale Sector
 - c) Private Sector
 - d) Medium Scale Sector
9. The termdenotes all those investors or investment companies that are not located within the territory of the country in which they are investing.
 - a) Foreign Institutional Investment
 - b) Foreign Direct Investment
 - c) Direct Investment
 - d) NRI Investments
10. Capital needed for 6 months to one year is called as.....
 - a) Short term capital
 - b) Medium term capital
 - c) Long term capital
 - d) None of the above
11.indicate the proportion of equity capital, retained earnings, preference shares and debentures.
 - a) Estimation of funds
 - b) Profit planning
 - c) Capital structure
 - d) Ploughing back of profits
12.Preference shareholders are entitled to participate in the residual profits, over and above the fixed rate of dividend.
 - a) Cumulative
 - b) Participating
 - c) Redeemable
 - d) Convertible

