

TILAK MAHARASHTRA VIDYAPEETH, PUNE
MASTER OF COMMERCE (M.COM.)
EXAMINATION : MAY - 2016
THIRD SEMESTER
Sub: Business Finance (MCC - 311/MCC - 301)

Date: 26/05/2016

Total Marks :60

Time: 2.00 pm to 4.30 pm

Instructions:

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

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

- 1 Explain the need and aspects of financial planning.
- 2 State the meaning of 'ploughing back of profits.' Explain its advantages.
- 3 What is the meaning of FII? Explain the advantages of FII.
- 4 Define merchant banking. Explain the functions of merchant banking.

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

- 1 Small scale industries are the backbone of the economy.' Do you agree? Explain reasons.
- 2 Explain the various players in the capital market.
- 3 What do you mean by 'Loan Syndication'? Explain in detail steps in loan syndication process in India.

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

- 1 Kinds of Shares
- 2 External Commercial Borrowings.
- 3 Credit Rating and Information Services of India Ltd (CRISIL)
- 4 Functions of Stock Exchange.

Q.4 Select the Correct Alternatives (Attempt Any Ten) (10)

1. is useful for purchasing fixed assets like land, machinery, buildings etc. These assets are also known as permanent assets.

a. Working capital	b. Fixed capital
c. Gross capital	d. Net capital
2. What is called as the life blood of the business?

a. Finance	b. Fixed asset
c. Current asset	d. Management
3. Which of the following is the special feature of preference shares?

a. Fixed rate of dividend, income certainty for shareholders.	b. No interference of shareholders in company management.
c. Shareholders can be certain about the refund of capital in case of company liquidation, get preference over ordinary shareholders.	d. All the above.
4. This source of finance is called as fair weather friends because it become available only if public has faith and confidence in company's business.

a. Fixed deposits	b. Private deposits
c. Public deposits	d. Current deposits

