

Vidya Vikas Mandal's
 Shree Damodar College of Commerce & Economics, Margao-Goa
 SY B.Com, Semester-III, Semester End Examination, November, 2023
 Subject Title: Business Finance(CC 9)

Duration: 2hrs

Max Marks: 80

Instruction: 1. All questions are compulsory
 2. Start each question on a fresh page
 3. Figures to the right indicate maximum marks

01. Write short notes: (Any 4) (4X4=16 Marks)
- Business Finance v/s Corporate Finance.
 - Sources of Working Capital.
 - Role of Business Finance in an Organisation.
 - Types of Financial Plans.
 - Features of working capital.
 - Sources of fixed capital.
02. Answer the following Question: (Any 4) (4X4=16 Marks)
- Describe earnings theory of capitalisation.
 - Explain the types of Capital Gearing.
 - Discuss cost theory of capitalisation.
 - Outline the types of trading on equity.
 - Explain the causes of under-capitalisation.
 - Highlight the merits of Trading on Equity
03. A) Explain the Principles of Business Finance. (12 Marks)
 OR
 B) Illustrate the steps in financial planning.
04. A) Explain the different types of Capital with suitable examples. (12 Marks)
 OR
 B) Describe the factors determining capital requirements of a company .
05. A) Differentiate between over capitalization and under capitalization . (12 Marks)
 OR
 B) Illustrate the effects of under capitalization on company and shareholders.
06. A) Explain the significance of designing a sound capital structure. (12 Marks)
 OR
 B) Describe the factors affecting capital structure.