

Vidya Vikas Mandal's
Shree Damodar College of Commerce & Economics, Margao-Goa
T Y. BBA(FS), Semester V, Semester End Assessment, Repeat April 2019

CORPORATE FINANCE

Timing: 3 Hours

Max.Marks:60

Instructions: *All questions are compulsory*
 Start each question on a fresh page
 Figures to right indicate maximum marks

Q1. Write short notes on the following: -

(4x3 = 12)

1. Loan Amortisation.
2. Time Value of Money
3. Yield To Maturity

Q2)a.Explain any three types of Bonds in detail.

(06)

b. Mr. Kumar bought stock of TCS, Hero Honda and Infosys. He is expecting rate of return 60% after a year. The purchase price and the end period price is given below. Find out whether Mr Kumar's expectation is fulfilled.

(06)

| Stocks | Purchase Price | End Price | Dividend |
|------------|----------------|-----------|----------|
| TCS | 1250.00 | 1500.00 | 10% |
| Hero Honda | 450.00 | 580.00 | 15% |
| Infosys | 220.00 | 350.00 | 35% |

OR

X. Shriram Finance is issuing two Bonds at Rs 1000/- for each bond (face value) with 9% and 10% coupon payment. Both bonds are having maturity of 5 years. The current yield on Bond is 8%. Calculate the duration using Bond Duration method.

(12)

Q3)X. Explain in detail the Dividend Provisions in India.

(12)

OR

A. Compute Yield to call on a 20year Bond that is callable in 5 years at a call price of Rs 1050/-. The bond pays annual coupon of 6% and is selling for Rs 1030. Assume discounted rate of 12%, 7% and 5% respectively to compute YTC.

(06)

B. Abhi has made some forecast regarding Jasmine company dividend and price. According to him, company will pay a dividend of Rs 3/- per share in future at the end of 5 years. At the end of holding period stock could be sold at Rs 80. What should be the price of the Jasmine stock.

(06)

Q4) X. The return of XYZ company at present is 21%. This is assumed to continue for the next five years and after that it is assumed to grow at a rate of 10% indefinitely. The dividend paid for the year 2016-17 is 32%. The required rate of return is 20% and the present price is Rs.57/-. What is the estimated price according to the Two stage Growth Model. (12)

OR

Y. Texas Company has outstanding shares in the market with the price earnings ratio of 20. The annual expected growth in earnings dividend and price is 6%. The EPS is 3.5. The dividend payout is 50%. The investor is willing to hold the stock for the next four years. The required rate of return is 15%. Calculate the present value using multi Period Holding Model. (12)

Q5)A. Explain the different types of Dividends paid by corporate and public companies. (06)

B. State and explain the factors affecting the dividend policy of Company. (06)

OR

X. Bond investment will carry different risk for an Investor. Elaborate (06)

Y. Explain the theories of Bond in detail. (06)

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VVM'S SHREE DAMODAR COLLEGE OF COMMERCE & ECONOMICS
TYBBA (FS), Semester V, SEMESTER END ASSESSMENT, Repeat April 2019
SUBJECT: FINANCIAL STATEMENT ANALYSIS.

Timing: 3 HOURS

Marks: 60

- Instructions:**
- i) *Q.1, Q.2 and Q.3 are Compulsory.*
 - ii) *Answer Any two from Q.4 to Q.6*
 - iii) *Figures to the right indicate maximum marks.*
 - iv) *Start each question on a fresh page.*

Q.1. Answer **Any Four** of the following:

(4*4=16 Marks)

- a) Advantages of financial Statement.
- b) Trend Analysis.
- c) Long term solvency ratios.
- d) Contents of Directors Report.
- e) Report and Compliance of Corporate Governance.

Q.2. Prepare a Common Size Balance Sheet and Common Size Profit and Loss A/c.

(12 Marks)

| Particulars | Amount (Rs) | Particulars | Amount (Rs) |
|-----------------------------|-------------|---------------------------|-------------|
| Equity Share Capital | 700000 | Plant and Machinery | 860000 |
| Reserves and Surplus | 400000 | Goodwill | 280000 |
| Cost of Raw Materials. | 800000 | Non Current Asset. | 190000 |
| Long term provision. | 50000 | Inventories. | 70000 |
| Trade Payable | 30000 | Trade Receivables. | 70000 |
| Creditors | 40000 | Cash and Cash Equivalents | 50000 |
| Long term liabilities. | 300000 | Revenue from operation. | 1000000 |
| Employees benefit expenses. | 172000 | Other Income | 200000 |
| Change in Inventories | (180000) | | |
| Depreciation. | 18000 | | |
| Other Expenses. | 133000 | | |
| Tax | 24000 | | |

Q.3. Prepare Comparative Statement of Profit & Loss of Konica Company Ltd and interpret the same. (12 Marks)

| Particulars | Amount (Rs) 2014 | Amount (Rs) 2015 |
|-----------------------------|------------------|------------------|
| Revenue from operations. | 1500000 | 1200000 |
| Other Income. | 80000 | 100000 |
| Purchase of stock in trade. | 600000 | 800000 |
| Change in Inventories. | 70000 | 80000 |
| Employees benefit expenses. | 60000 | 100000 |
| Depreciation. | 90000 | 70000 |
| Other expenses. | 50000 | 60000 |
| Total Expenses. | 870000 | 1110000 |
| Profit before Tax | 710000 | 190000 |
| Tax | 40000 | 60000 |

Q.4. Following is the Balance sheet of Rin Zim Ltd. As on 31st March 2015.

Calculate- (i)Quick Ratio (ii)Inventory to Working Capital ratio (iii)Debt Equity Ratio (iv)Proprietary Ratio (v)Capital Gearing ratio. (10 Marks)

| Liabilities | Amount(Rs) | Assets | Amount(Rs) |
|-----------------------------|----------------|-----------------------|----------------|
| Equity Share Capital | 1000000 | Goodwill (At cost) | 500000 |
| 6% Preference Share Capital | 500000 | Plant & Machinery | 600000 |
| General Reserve | 100000 | Land & Building | 700000 |
| Profit & Loss A/c | 400000 | Furniture & Fixtures | 100000 |
| Provision for Tax | 176000 | Stock in Trade | 600000 |
| Bank overdraft | 20000 | Bills Receivables | 30000 |
| Creditors | 80000 | Debtors | 150000 |
| Bills Payable | 124000 | Bank | 200000 |
| 12% Debentures | 500000 | Marketable Securities | 20000 |
| | 2900000 | | 2900000 |

Q.5. “Annual report is a comprehensive report on company’s activities” Explain.

(10Marks)

Q.6. Explain Corporate Governances with special reference to the Board of Directors and Audit Committee. (10 Marks)

GLOBAL BANKING

Timing: 3 Hours

Max.Marks:60

Instructions:

- *Figures to the right indicate maximum marks*
- *Start each new question on a fresh page*
- *All questions are compulsory, however internal choice is given*

Q1. Answer Any Three from the following:-

(3*08=24 marks)

- Discuss the Framework for cooperation of International Monetary Fund and World Bank.
- Elaborate on fundamental principles of lending to MNC.
- State and explain the different types of Country risks and bank risks.
- Explain the functions of International Monetary Fund.

Q2. Answer Any Four from the following:-

(4*06=24 marks)

- Discuss the Structure of Basel II Accord of Capital Adequacy.
- State and explain factors influencing International competitiveness.
- Discuss the Foreign Exchange Management Act of 1999.
- Elaborate on the role of International credit rating agencies in global capital markets.
- Discuss the role of Export Import Bank of India.

Q3. Answer Any Four from the following:-

(3x4= 12 marks)

- Anti-money laundering law
- Need for Asset Liability Management in Banks
- External commercial borrowings
- Letter of Credit
- Private banking

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Shree Damodar College of Commerce & Economics, Margao – Goa
Third Year B.B.A.(F.S.), Semester V, Semester End Assessment, Repeat April 2019
MACROECONOMICS

Time: 3 hrs

Max Marks: 60

*Instructions: All questions are compulsory with internal choice
Start each question on a fresh page
Figures to the right indicate full marks*

- 1a. Discuss the Macroeconomic issues faced by an economy. (8)
1b. Write short notes on the following: (4)
 (i) Gross Domestic Product
 (ii) Gross National Product

OR

- 1x. Diagrammatically explain the concept of Consumption Function. (8)
1y. Write a short note on Keynes Investment Multiplier. (4)

- 2a. What is Credit Creation? Explain the process of Credit Creation by commercial banks with initial deposit of Rs.2000/- and 10% CRR (12)

OR

- 2x. Define money. Discuss the functions and motives of money. (12)

- 3a. Discuss the non-tax sources of public revenue. (8)

- 3b. Write short notes on the following: (4)
 (i) Redeemable and Irredeemable public debt
 (ii) Plan and Non-Plan expenditure

OR

- 3x. Discuss the highlights of the 2018 Union Budget. (12)

- 4a. Discuss the quantitative instruments of monetary policy. (12)

OR

- 4x. Discuss the qualitative instruments of monetary policy (12)

- 5a. What are business cycles? Diagrammatically explain the different phases of a business cycle. (8)

- 5b. Explain Schumpeter's Innovation theory of business cycle. (4)

OR

- 5x. What is inflation? Explain the types of inflation based on speed/ intensity (8)

- 5y. Write short notes on the following: (4)
 (i) Demand Pull Inflation
 (ii) Cost Push Inflation