

PRABODHAN EDUCATION SOCIETY'S
VIDYA PRABODHINI COLLEGE OF COMMERCE, EDUCATION,
COMPUTER AND MANAGEMENT, VIDYANAGAR, PARVARI, GOA.
S.Y.B.COM SEMESTER END EXAMINATION

OCT-NOV.

2018-19 (REGULAR/REPEAT)

SUB: BUSINESS FINANCE

(CBCS)

SEMESTER: III

DURATION: 02 Hours

MAX. MARKS: 80

INSTRUCTIONS:

1. All questions are compulsory, however internal choice is available.
 2. Figures to the right indicates total marks to that question.
 3. Answer each main question on a fresh page.
 4. Answer sub-questions in Q.I & Q.II in not more than 100 words each.
 5. Answer questions in Q.III to Q.VI in not more than 400 words each.
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Q1. Write a short note on ANY FOUR of the following. (4X4=16)

- a) Business finance v/s Corporate finance
- b) Features of Fixed capital
- c) Effects of over-capitalisation on company
- d) Concept of Financial structure
- e) Significance of financial planning
- f) Sources of working capital

Q2. Write a short note on ANY FOUR of the following. (4X4=16)

- i. Types of financial plan
- ii. Significance of adequate fixed capital
- iii. Cost theory of capitalisation
- iv. Types of capital gearing
- v. Remedies to overcome over-capitalisation
- vi. Importance of capital structure.

Q3. Answer ANY ONE of the following. (1x12=12)

- A) Explain principles of business finance.
- B) What is financial plan? Explain the essential features of good financial plan.

Q4. Answer ANY ONE of the following. (1x12=12)

- C) Explain factors determining capital requirements of a company.
- D) Elaborate on classification of capital.

Q5. Answer ANY ONE of the following. (1x12=12)

- E) Explain the causes of over-capitalisation.
- F) What is under-capitalisation? Explain its effects on company and employees.

Q6. Answer ANY ONE of the following. (1x12=12)

- G) Explain the factors affecting capital structure of a company.
- H) What is trading on equity? Explain its types and advantages.