

Total No. of Pages:

Register Number:

6720

Name of the Candidate:

M.B.A. (CORPORATE MANAGEMENT) DEGREE

EXAMINATION - 2011

(SECOND YEAR)

(PAPER – XIV)

260. CORPORATE FINANCE

December)

(Time: 3 Hours

Maximum: 75 Marks

SECTION - A

Answer any FIVE questions.

(5 × 3 = 15)

1. What is depreciation?
2. Explain time value of money.
3. Define working capital cycle.
4. What is the need for the management of cash?
5. Explain hire purchase and leasing.
6. Define accounting rate of return and its merits.
7. What is debenture? Explain redemption of debentures.
8. What is spot exchange market?

SECTION - B

Answer any THREE questions.

(3 × 10 = 30)

9. Explain the functions of finance manager.
10. What are the methods of calculation of capitalization? Explain.
11. Explain the following: (a) Loan transfer (b) Hedging; (c) commercial paper; (d) leasing.
12. Explain the methods of calculation of cash flow.
13. Explain the types of shares in detail.

SECTION - C

Answer any ONE question.

(1 × 15 = 15)

14. Draw a sketch and explain BEP – cost volume profit analysis in detail.
15. Explain the sources of finance for working capital finance briefly.
16. Explain the types of debentures and redemption of debentures.

SECTION - D

(Compulsory)

(1 × 15 = 15)

Case Study

17. Assume that you have Rs. 1,00,000/- in your hand for investing for your future. You have two options for investment. (1) Investing in share in any company; (2) Investing in Mutual Fund.

Answer the following questions:

1. Which option do you prefer?
2. Differentiate shares with mutual fund.
3. List out some of the mutual fund agents.
4. Which is highly risky and why?

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