## M.B.A. (GEN.) / M.B.A. (HR) / M.B.A. (IT) / Semester - IV (2012 COURSE)(CHOICE BASED CREDIT SYSTEM)/ M.B.A. (FM) Semester - IV (2013 (CHOICE BASED CREDIT SYSTEM) : SUMMER - 2019

## SUBJECT : ELECTIVE - V : APPLIED CORPORATE FINANCE & MERGERS & ACQUISITIONS (FM)

Day : Saturday Time : 02.00 PM TO 05.00 PM

Date: 11/05/2019 S-2019-2296 Max. Marks: 100

N.B.

- 1) Attempt **ANY FOUR** questions from Section I and **ANY TWO** questions from Section II.
- 2) Answers to both the sections should be written in SAME answer book.
- 3) Figures to the right indicate **FULL** marks.

## SECTION - I

- Q.1 Define 'Corporate Finance' and discuss the changing role of corporate finance [15] in global economic environment.
- Q.2 What is meant by 'Financial Planning'? Explain long range financial planning [15] and short range financial planning in detail.
- Q.3 Distinguish between Cash Flow Statement and Fund Flow Statement. [15]
- Q.4 Elucidate the factors determining capital structure. [15]
- Q.5 Write short notes on ANY THREE of the following: [15]
  - a) Purchase method and pooling of interest method
  - **b)** Motives of Business Combinations
  - c) Cost of capital
  - d) Leverage analysis
  - e) Contents of Annual Report

## SECTION - II

Q.6 Calculate Operating Leverage, Financial Leverage and Combined Leverage [20] from the following data extracted from the cost records of SRK Ltd.

Particulars	Amount
	(Rs. in Lakhs)
Revenue	10,000
Variable Cost	6,000
Fixed Cost	2,000
Interest Cost	400

P.T.O.

Q.7 From the following data extracted from the books of accounts of Roger Dyna [20] Co. Ltd., find out the NPV (Net Present Value)

Particulars	Machine
	Michael
Initial Cost	Rs. 10,50,000
Economic Life	5 years
Terminal Value	Rs.1,50,000
Cash Inflows:	
1 <sup>st</sup> Year	Rs. 1,65,000
2 <sup>nd</sup> Year	Rs.2,50,000
3 <sup>rd</sup> Year	Rs. 4,50,000
4 <sup>th</sup> Year	Rs. 3,12,000
5 <sup>th</sup> Year	Rs. 2,25,000

- Q.8 From the following data related to Alice Co. Ltd., as on 31/03/2018, you are [20] required to compute:
  - a) Gross Profit Ratio
  - b) Net Profit Ratio
  - c) Return on Total Assets

Particulars	Amount
	(Rs.)
Sales	62,00,000
Gross Profit	34,50,000
Expenses	16,10,000
Depreciation	5,00,000
Total Assets	41,10,000

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