

B.B.A. (2010 COURSE) SEM- VI : WINTER - 2017
SUBJECT: b) Elective-III Elements of Corporate Finance (FM)

Day: Tuesday
Date: 14/11/2017

W-2017-1589

Time: 10.00 AM TO 01.00 PM
Max. Marks: 70

N.B.:

- 1) Q No. 1 is **COMPULSORY**.
- 2) Attempt any **FOUR** questions from Q. No.2 to Q. No. 7.
- 3) Each question carries **FOURTEEN** marks.
- 4) Use of electronic calculator / log table is **ALLOWED**.

- Q.1** What do you mean by Corporate Governance? Discuss important elements of Corporate governance.
- Q.2** What do you mean by Financial Planning? Discuss importance of Financial forecasting.
- Q.3** Explain long term sources of Corporate finance with its merits and limitations.
- Q.4** Explain the factors affecting Dividend Decisions and Dividend Policies.
- Q.5** Write short notes on any **TWO** of the following:
a) Sources of Short term Finance
b) Internal Rate of Return
c) Annual Report
d) Appointment of Auditors
- Q.6** Distinguish between Funds Flow Statement and Cash Flow Statement.
- Q.7** Balaji Co. Ltd. require an investment of Rs. 50 Lacs for 5 year project and expected to generate net cash inflow as under:-

Year	Net cash inflow (Rs.)	P.V. factor @ 10%
1	20,00,000	0.909
2	22,00,000	0.826
3	28,00,000	0.751
4	25,00,000	0.683
5	20,00,000	0.621

You are required to Calculate:

- 1) Payback period
- 2) Net Present Value @ 10%
- 3) Profitability Index @ 10%

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