

CDOE
BACHELOR OF BUSINESS ADMINISTRATION (CBCS- 2018 COURSE)
B.B.A. Sem-VI : WINTER :- 2021
SUBJECT: ELEMENTS OF CORPORATE FINANCE

Day : Monday
Date 21-02-2022

W-18961-2021

Time : 10:00 AM-01:00 PM
Max. Marks: 70

N.B. :

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

SECTION – I

- Q.1** Elaborate the steps involved in Financial Planning. (10)
- Q.2** Discuss any two Sources of International Finance with suitable examples. (10)
- Q.3** Explain the following: (10)
i) Debentures
ii) Capital Structure
- Q.4** What do you mean by Corporate Governance? Discuss important Elements of Corporate Governance. (10)
- Q.5** Explain in detail significance and difficulties of Capital Budgeting. (10)
- Q.6** Write short notes on **ANY TWO** of the following: (12)
a) Venture Capital
b) Preference share capital
c) Annual Report
d) Cash Flow Statement

SECTION – II

- Q.7** Write detailed note on the concept of dividend and factors affecting dividends decisions. (15)
- Q.8** What do you mean by Financial Planning? Distinguish long range financial planning and short range financial planning with suitable examples. (15)
- Q.9** A firm whose cost of capital is 10% is considering two mutually exclusive proposals, M and N the details of which are as follows. (15)

Particulars	Proposal M	Proposal N
Initial Investments	15,00,000	15,00,000
Projected Cash Inflow		
1 st year	3,00,000	4,50,000
2 nd year	4,50,000	5,00,000
3 rd year	5,50,000	6,00,000
4 th year	6,50,000	6,75,000
5 th year	7,50,000	7,25,000

Calculate:

- a) Pay Back Period
- b) Net Present Value @ 10 % rate of discount
- c) Profitability Index @ 10 % rate of discount

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