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BACHELOR OF BUSINESS ADMINISTRATION (CBCS - 2018 COURSE)
B.B.A. Sem-VI : WINTER- 2022
SUBJECT : ELEMENTS OF CORPORATE FINANCE

Day : Wednesday

Time : 02:00 PM-05:00 PM

Date : 14-12-2022

W-18865-2022

Max. Marks : 60

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N.B.

- 1) Attempt **ANY THREE** questions from Section – I.
 - 2) Attempt **ANY TWO** questions from Section – II.
 - 3) Figures to the **RIGHT** indicate **FULL** marks.
 - 4) Answers to both the sections should be written in **SAME** answer book.
 - 5) Use of Non- Programmable Calculator is allowed.
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SECTION – I

- Q.1** Explain the concept and importance of Financial Forecasting with suitable (10)
examples.
- Q.2** Elaborate the concept of Funds Flow Statement and Cash Flow Statement. (10)
- Q.3** What do you mean by Strategic Financial Planning? Discuss the steps involved in (10)
Financial Planning.
- Q.4** Explain the concept and important Elements of Corporate Governance. (10)
- Q.5** Write short notes on **ANY TWO** of the following : (10)
- a) Capital Structure
 - b) Significance of Capital Budgeting
 - c) Venture Capital
 - d) Ratio Analysis
 - e) Debenture

SECTION – II

- Q.6** What do you mean by Dividend? Discuss the factors affecting dividend decisions. (15)
- Q.7** Elaborate any three International Sources of Finance with suitable examples. (15)
- Q.8** A Firm whose cost of capital is 10% is considering two mutually exclusive (15)
proposals P and Q, the details of which are as follows :

Particulars	Proposal P	Proposal Q
	Projected Cash Inflows (Rs.)	Projected Cash Inflows (Rs.)
1 st Year	4,00,000	3,50,000
2 nd Year	4,50,000	4,00,000
3 rd Year	6,50,000	7,50,000
4 th Year	8,50,000	9,00,000

Initial Investment of Proposal P is 15, 00, 000 and for Proposal Q is 15, 00,000.

Calculate :

- i) Pay Back Period
- ii) Net Present Value @ 10% rate of discount
- iii) Profitability Index @ 10% rate of discount
