

(NO. OF PAGES: 2)

(FOR THE CANDIDATES ADMITTED

SUB CODE **22UPA410**

DURING THE ACADEMIC YEAR 2022 ONLY)

REG.NO. :

N.G.M.COLLEGE (AUTONOMOUS) : POLLACHI

END-OF-SEMESTER EXAMINATIONS : MAY 2024

B.COM PA

MAXIMUM MARKS: 50

SEMESTER : IV

TIME : 3 HOURS

PART - III
FINANCIAL MANAGEMENT

SECTION - A

(10 X 1 = 10 MARKS)

ANSWER THE FOLLOWING QUESTIONS. (K1)

1. Basic objective of FINANCIAL Management is _____
(a) Maximization of profits (b) maximization of shareholder's wealth
(c) Ensuring financial discipline in the organization (d) all the above
2. Which of these is not a part of Capital Structure?
(a) Equity Shares (b) Debentures (c) Short-term borrowings (d) Bonds
3. While evaluating capital investment proposals, the time value of money is considered in case of
(a) Pay-back method (b) Discounted cash flow method
(c) Accounting rate of return method (d) None of these
4. Which of the following physical capital is a working capital for a firm?
(a) Buildings (b) Raw materials (c) Tools (d) Machines
5. The returns shareholder get in the form of cash from public limited company is termed as _____
(a) Profits (b) Earnings per share (c) Dividend (d) Interest

ANSWER THE FOLLOWING IN ONE (OR) TWO SENTENCES

(K2)

6. Define Finance.
7. What do you mean by optimum capital structure?
8. List the capital budgeting decisions.
9. Define Working capital.
10. Indicate the types of dividend policy.

(CONTD 2)

SECTION – B**(5 X 3 = 15 MARKS)****ANSWER EITHER (a) OR (b) IN EACH OF THE FOLLOWING QUESTIONS.(K3)**

11. a) What are the aims of finance function?
(OR)
b) Name the components of cost of capital.
12. a) Point out the various capital structure theories.
(OR)
b) List the advantages of composite leverage.
13. a) State the cash inflows and cash outflows
(OR)
b) What do you mean by capital rationing and cost ratio?
14. a) Discuss the importance of working capital for a manufacturing CONCERN.
(OR)
b) Discuss the types of working capital.
15. a) Discover the different forms of dividends?
(OR)
b) Describe the various forms of stable dividends and its advantages.

SECTION - C**(5X 5 = 25 MARKS)****ANSWER EITHER (a) OR (b) IN EACH OF THE FOLLOWING QUESTIONS. (K4/K5)**

16. (a) Evaluate the role of finance manager.
(OR)
(b) State the importance of cost of capital.
17. (a) Explain the factors determining the capital structure of a company.
(OR)
(b) Explain the term leverage. and its types?
18. (a) Explain the capital budgeting process.
(OR)
(b) Discuss the techniques of capital budgeting.
19. (a) Explain the determinants of working capital.
(OR)
(b) State the sources of working capital.
20. (a) Discuss the determinants of dividend policy of corporate enterprises
(OR)
(b) Evaluate the merits and demerits of leasing.

(22UPA410)