Roll No……..….. **Total No. of Printed Pages: [01]**
Total No. of Questions: [09]

Integrated Dual Degree B. Com - M. Com (Semester – 3rd)
FUNDAMENTAL OF CORPORATE FINANCE
Subject Code: BMCMS1305
Paper ID: [21410117]

Time: 03 Hours **Maximum Marks: 60**

Instruction for candidates:

1. Section A is compulsory. It consists of 10 parts of two marks each.
2. Section B consist of 5 questions of 5 marks each. The student has to attempt any 4 questions out of it.
3. Section C consist of 3 questions of 10 marks each. The student has to attempt any 2 questions.

Section – A **(2 marks each)**

Q1. Attempt the following:
   a. Three functions of Financial Management
   b. IRR is the rate at which NPV is _____
   c. Gross working capital
   d. WACC
   e. Ploughing back of profits
   f. Annuity
   g. operating leverage formula
   h. formula for cost of retained earnings
   i. Ownership dilution
   j. Capital rationing

Section – B **(5 marks each)**

Q2. What are the advantages of discounted capital budgeting techniques over non-discounted capital budgeting techniques?
Q3. Why debt is considered a cheaper source of finance, while leveraging the EPS? Explain using an example.
Q4. Is there an optimal capital structure?
Q5. Discuss various factors of working capital management.
Q6. Discuss the criteria to evaluate investment alternatives.

Section – C **(10 marks each)**

Q7. Discuss various theories of capital structure in detail.
Q8. Discuss various theories of irrelevance and relevance of dividends.
Q9. Discuss the concept and calculation of various types of cost of capital.