

This question paper contains 3 printed pages]

TV—18—2024

FACULTY OF COMMERCE

M.Com. (Second Year) (Fourth Semester) EXAMINATION

NOVEMBER/DECEMBER, 2024

ADVANCED FINANCIAL MANAGEMENT

(Monday, 16-12-2024)

Time : 2.00 p.m. to 5.00 p.m.

Time—Three Hours

Maximum Marks—75

N.B. :— (i) Question No. 1 is compulsory.

(ii) All questions carry equal marks.

(i) प्रश्न क्रमांक 1 अनिवार्य आहे.

(ii) सर्व प्रश्नांना समान गुण आहेत.

1. What is dividend ? Explain the factors affecting dividend policy. 15

लाभांश म्हणजे काय ? लाभांश धोरणावर परिणाम करणारे घटक स्पष्ट करा.

2. State the problems in determination of cost of capital. 15

व्यय (खर्च)ची गणना करताना निर्माण होणाऱ्या समस्या सांगा.

Or

(किंवा)

Define cost of capital. Explain the significance of cost of capital.

भांडवली व्ययची व्याख्या द्या. भांडवली व्ययचे महत्त्व स्पष्ट करा.

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(2)

TV—18—2024

3. What is financial leverage ? State its types. 15

वित्तीय तरफ म्हणजे काय ? त्याचे प्रकार स्पष्ट करा.

Or

(किंवा)

What is working capital ? Explain the objectives of working capital.

खेळते भाग भांडवल म्हणजे काय ? खेळत्या भांडवलाची उद्दिष्टे स्पष्ट करा.

4. Calculate the approximate cost of companies debenture capital when its decides to issue 10000 Nos. of 14% non-convertible debentures, each of face value Rs. 100 at par. The debentures are redeemable at a premium of 10% after 10 years. The average realization is expected to be Rs. 92 per debenture and the tax rate applicable to the company is 40%. 15

Or

The following are the operating result of a firm :

Sales (units)	50,000
Interest per annum	Rs. 60,000
Selling price per unit	Rs. 25
Tax rate	50%
Variable cost per unit	Rs. 20
No. of equity shares	10,000
Fixed cost per annum	Rs. 1,00,000

Compute : Operating leverage and financial leverage.

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(3)

TV—18—2024

5. Write short notes on any *two* of the following :

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- (i) Stable dividend policy
- (ii) Cash budget
- (iii) Modigliani-Miller model
- (iv) Conservative approach in working capital.

खालीलपैकी कोणत्याही दोनवर थोडक्यात टिपा लिहा :

- (i) स्थिर लाभांश धोरण
- (ii) रोख बजेट
- (iii) मॉडीग्लीयनी-मिलर नमुना
- (iv) खेळत्या भांडवलामध्ये पुराणमतवादी दृष्टीकोन.

TV—18—2024

3