

2015

(December)

(held in Janu 2016)

COMMERCE

Paper : 201

(Financial Management)

Full Marks : 80

Time : Three hours

The figures in the margin indicate full marks for the questions.

1. (a) Give the definition and scope of Financial Management. Narrate briefly the functions of Financial Management.
3+5+8=16

Or

- (b) Discuss, in detail, the modern concept of finance. In what respects, the modern concept differs from the traditional concept?
10+6=16

2. (a) Explain the different techniques of analysis of financial statements. 16

Or

- (b) Write brief notes on : 4×4=16

- (i) Acid Test ratio
- (ii) Debt-Turnover ratio
- (iii) Capital Gearing ratio
- (iv) Dupont System of Financial Analysis

3. (a) Examine the merits and limitations of debentures as a source of long-term finance of companies. 8+8=16

Or

- (b) Write explanatory notes on : 8+8=16

- (i) Rights Issue of Equity Shares
- (ii) Term Loan

4. (a) Analyse the advantages and disadvantages of Trade Credit as a source of short-term financing. 8+8=16

Or

(b) Make a comparison between unsecured borrowing and secured borrowing as a source of short-term finance. 16

5. (a) Write a note on basic financial derivatives and the functions of Future markets. 8+8=16

Or

(b) Critically analyse the recent trends in global derivatives market. 16
