

Day & Date	Part	Subject Name	Time	Code	Marks
Thursday 05/04 /2018	III Fresh Repeater	Commerce (Modern Finance)	11.00 AM To 02.00 PM	4306	100

NOTE: a) Answer any five questions.

b) All question carry equal marks. - 20

- Q1. What is finance function? Who discharges this finance function and what are his specific responsibilities. (15) 20
- Q2. a. Explain the rights and risks of equity shareholders. (71/2) 10  
b. What factors determine the fixed capital needs of a business unit. (71/2) 10
- Q3. What is capital structure? Explain important determinants of Capital Structure. (15) 20
- Q4. Explain the concept of under capitalisation. Briefly discuss its causes, effects and remedies. (15) 20
- Q. 5. What is financial system. Discuss the components of a formal financial system. (15) 20
- Q. 6. Discuss different submarkets which constitute the money market. (15) 20
- Q. 7.a. What important services are rendered by merchant bankers. (71/2) 10
- Q. 7.b. Explain the trading and settlement procedure of securities on Bombay Stock Exchange. (71/2) 10
- Q. 8. Write Short Notes (Any Two) (15) 20  
a) Trading on Equity  
b) Lease financing  
c) IPO's through Book Building Process  
d) Forfaiting