



RB-1956

**Under Graduate Diploma in Financial Management
Examination**

April / May – 2010

Policy Matters in Financial Management : Paper - III

Time : 3 Hours]

[Total Marks : 70

Instructions :

(1)

नीचे दृश्यावेक निशानीवाणी विगतो उत्तरवडी पर अवश्य लभवी. Fillup strictly the details of signs on your answer book.	Seat No. :
Name of the Examination :	<input type="text"/>
<input type="text" value="Under Graduate Diploma in Financial Management"/>	<input type="text"/>
Name of the Subject :	<input type="text"/>
<input type="text" value="Policy Matters in Financial Management - 3"/>	<input type="text"/>
Subject Code No. : <input type="text" value="1"/> <input type="text" value="9"/> <input type="text" value="5"/> <input type="text" value="6"/>	<input type="text"/>
Section No. (1, 2,.....) : <input type="text" value="Nil"/>	<input type="text"/>
	<input type="text" value="Student's Signature"/>

(2) All the questions carry **equal** marks.

(3) Your answers must be precise and to the point.

1 Answer in brief:

- (1) What is EBIT-EPS analysis?
- (2) How Factoring differs from Bills discounting?
- (3) What is Hedge fund?
- (4) What is recourse factoring?
- (5) Methos of redemption of debentures.
- (6) Debt equity ratio
- (7) What is Business risk and financial risk?

2 Explain in brief financial policies.

OR

2 Explain the concept of shareholders' wealth maximization.

3 Discuss costs of Financial Distress.

OR

3 Practical consideration in determining capital structure.

4 What is "Factoring"? What are the costs and benefits of "Factoring"?

OR

4 Benefits and drawbacks of mutual funds.

5 Write short notes : (any **two**)

(1) Business Valuation

(2) Lease and hire purchase financing

(3) Types of Mergers

(4) Venture capital funds
