

**ANODYNE**

TIME : 2 hrs.

MARK : 60

- Instruction :** 1) Q.No.1 and Q.No2 is compulsory.  
2) Solve Q.No.3 and 4 after exercising internal option.

- Q.1 i) Explain functions of a Treasurer. 15  
ii) Explain the qualities of a successful finance manager.  
iii) Explain various objectives of financial management.
- Q.2 Explain the following in brief: 15  
i) Relationship between finance and macroeconomics  
ii) Traditional Approach to Financial management  
iii) Primary Market.  
iv) Business risk  
v) Distinct features of capital Budgeting.
- Q.3 i) Explain the powers of SEBI 15  
ii) What are the steps in Demat Trading?  
iii) What are advantages & disadvantages of issuing Equity Share Capital to an issuing Company?

**OR**

- Q.3 i) From the Information given below in respect of Amar Ltd., Akbar Ltd. & Anthony Ltd., Use walter's model to calculate the value of an equity share of each of these companies when dividend payout ratio is 25%. 06

	Amar Ltd.	Akbar Ltd	Akbar Ltd
Rate of Return on Investment	12%	15%	20%
Cost of equity capital	10%	10%	10%
Earning per share Rs.	20	20	20

- ii) A Company pays a dividend of Rs.24 annually. If the capitalisation rate is 8%, determine the price of share using zero growth model. 02
- iii) Teja & Co. earns Rs.30 per share. The company has a capitalisation rate of 10% and return on investment at 20%. According to walter's model what should be the price of share at dividend payout of 50% 02
- iv) Explain  
a) Market Risk                      b) Purchasing power risk.
- Q.4 Answer **any 3** questions. 15  
i) What is Ratio Analysis? List down objectives of Ratio Analysis  
ii) What are the uses of funds flow statement?  
iii) Explain the factors determining working capital.  
iv) Give the format of cash flow statement.

**OR**

- Q.4 Answer **any 3** questions 15  
i) Explain Investment Decision.  
ii) What is credit rating? Explain and give names of credit rating agencies.  
iii) Explain (a) Bonds with respect of maturity  
(b) Bonds in perpetuity.  
iv) Explain wealth maximization objective.