

(FOR THE CANDIDATES ADMITTED

19 UBI 623

DURING THE ACADEMIC YEAR 2019 ONLY)

REG.NO. :

N.G.M.COLLEGE (AUTONOMOUS) : POLLACHI

END-OF-SEMESTER EXAMINATIONS : JULY - 2022

B.Com.-BI

MAXIMUM MARKS: 75

VI SEMESTER

TIME : 3 HOURS

PART - III

FINANCIAL AND INVESTMENT MANAGEMENT

SECTION - A

(10 X 1 = 10 MARKS)

ANSWER THE FOLLOWING QUESTIONS.

MULTIPLE CHOICE QUESTIONS.

(K1)

1. The appropriate objective of an enterprise is _____
 - a) maximization of sales
 - b) Maximization of owner's wealth
 - c) Maximization of profits
 - d) Maximization of dividend
2. Capital budgeting deals with _____
 - a) Long-term Decisions
 - b) Short-term Decisions
 - c) Both (a) and (b)
 - d) Working capital decisions
3. When a firm uses more debt in its capital mix, the financial risk of the firm?
 - a) Increases
 - b) Decreases
 - c) Remains unchanged
 - d) Zero
4. Investment is the _____
 - a) Net additions made to the nations capital stocks
 - b) Persons commitment to buy a flat or house
 - c) Employment of funds on assets to earn returns
 - d) Employment of funds on goods and services that are used in production process
5. Which analysis provides a simplified picture of price behaviour of a shares?
 - a) Fundamental
 - b) Technical
 - c) Ratio
 - d) Fund flow

ANSWER THE FOLLOWING IN ONE (OR) TWO SENTENCES

(K2)

6. Define 'financial management'.
7. Define 'cost of capital'.
8. Explain the capital structure.
9. Define 'portfolio'.
10. Investment analysis – explain.

(CONTD 2)

SECTION – B**(5 X 5 = 25 MARKS)****ANSWER EITHER (a) OR (b) IN EACH OF THE FOLLOWING QUESTIONS. (K3)**

11. a) Describe the scope of financial management

(OR)

b) Assess the role of financial manager.

12. a) List out the need and importance of capital budgeting.

(OR)

b) Describe the cost of retained earnings.

13. a) Describe the patterns of capital structure.

(OR)

b) Describe the net income approach.

14. a) Compare the investment with gambling.

(OR)

b) Interpret the features of investment programme.

15. a) Assess the economic indicators.

(OR)

b) Describe the technical analysis.

SECTION - C**(4 X 10 = 40 MARKS)****ANSWER ANY FOUR OUT OF SIX QUESTIONS****(16th QUESTION IS COMPULSORY AND ANSWER ANY THREE QUESTIONS****(FROM Qn. No : 17 to 21)****(K4 (Or) K5)**

16. Discover the factors determining the capital structure.

17. Interpret the objectives of financial management.

18. Evaluate the investment proposals methods.

19. Dividend models – classify.

20. Examine the factors favorable for investment.

21. Analyse Dow Theory with example.

