

Goa VidyaprasarakMandal's
Gopal Govind Poy Raiturcar College of Commerce and Economics
Ponda - Goa
B.Com. (Semester- IV) Examination, April 2017
BUSINESS FINANCE - II

Duration : 2 Hours

Marks: 80

Instructions:

- i) All questions are compulsory, however internal choice is available.
- ii) Answer sub- questions in question No.1 and question No.2 in not more than 100 words each.
- iii) Answer question Nos.3 to question Nos.6 in not more than 400 words.
- iv) Figures to the right indicate marks assigned to the questions.

Q.1. Answer **any four** of the following: (4x4=16)

- a) Explain any four sources of finance available to a sole proprietor.
- b) Explain any four points of difference between lease and hire purchase.
- c) Explain customer advance as a source of finance and explain any two merits of customer advance.
- d) Explain four merits of certificates of deposits.
- e) Explain the concepts of bull and bears.
- f) Explain private placement as a method of marketing securities and explain two merits associated with private placement.

Q.2. Answer **any four** of the following: (4x4=16)

- a) Explain any four reasons why foreign capital is needed.
- b) Explain any four advantages of instalment credit.
- c) Explain the classification of investors with the help of a diagram.
- d) Explain the concept of demat.
- e) Explain any four functions of an Issue House
- f) Explain any two methods of underwriting securities

Q.3.A) Explain any four types of lease and explain any **four merits and four demerits** of leasing. (12)

OR

Q.3.B) Explain the term foreign capital. Explain any **four merits and four demerits** of foreign capital. (12)

Q.4.A) Explain public deposits as a source of finance and explain **four advantages and four disadvantages** of public deposits. (12)

OR

Q.4.B) Explain the term trade credit and explain any **four merits and four demerits** of trade credit. (12)

Q.5.A) Explain the role of SEBI (**eight points**). (12)

OR

Q.5.B) Explain the concept of listing of securities and explain **any four merits and four demerits** of listing facility. (12)

Q.6.A) Explain the term/ concept of merchant banking and explain any (**five**)functions of merchant banks. (12)

OR

Q.6.B) Explain the term/concept of mutual fund and explain any (**five**) types of mutual funds. (12)

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