

Goa Vidyaprasarak Mandal's
GOPAL GOVIND POY RAITURCAR COLLEGE OF COMMERCE AND ECONOMICS
PONDA-GOA

B.COM. (SEMESTER-IV) SUPPLEMENTARY EXAMINATION
MAY/JUNE 2016

BUSINESS FINANCE - II

Duration: 2 hours

Marks: 80

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Instructions:

1. All questions are compulsory.
2. Answer sub-questions in Question no. 1 and Question no. 2 in not more than 100 words each.
3. Answer Question no. 3 to Question no. 6 in not more than 400 words each.
4. Figures to the right indicate maximum marks to the questions.

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

- a. What are commercial papers?
- b. What is factoring?
- c. What is a warrant?
- d. Explain long term loan market.
- e. What is SEBI's role in the capital market?
- f. Why is it necessary to dematerialize shares?

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

- a. Distinguish between lease finance and hire purchase.
- b. What are closed ended mutual funds?
- c. What do you understand by gilt-edged securities market?
- d. What is a depository?
- e. What are options?
- f. Explain a balanced mutual fund scheme.

Q 3. (i) What are debentures? Explain the various types of debentures. (12)

OR

(ii) What is bank credit? Explain its merits and demerits.

Q 4. (i) What is a joint venture? Explain its advantages and disadvantages. (12)

OR

(ii) Define indigenous banks. Explain its advantages.

Q 5. (i) What do you understand by direct placement of securities? Explain its merits in detail. (12)

OR

- (ii) a. What is dematerialization of shares?
- b. Explain the terms bulls and bears in the stock exchange.

Q 6. (i) Define underwriting of securities and explain its advantages to the company, investors and society. (12)

OR

(ii) What is merchant banking? Explain the functions of merchant banking.

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