

Goa Vidyaprasarak Mandal's
Gopal Govind Poy Raiturcar College of Commerce and Economics
Ponda- Goa
B.Com. (Semester - IV) Supplementary Examination May/June 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 partnership concern.
- b) Explain any four advantages of preference shares.
- c) Explain any four features of commercial papers.
- d) Explain four merits of instalment credit.
- e) Explain options as a concept.
- f) Explain what is meant by sale of securities to employees and explain 2 merits of marketing securities to employees.

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

- a) Explain any four advantages of lease finance
- b) Explain indigeneous bankers as a source of finance
- c) Explain types of capital market with the help of a diagram
- d) Explain the concept of warrant
- e) Explain any four advantages of underwriting to the company
- f) Explain any two types of mutual funds

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

OR

Q.3.B) Explain the concept of self financing. Explain any **four advantages and four disadvantages** of self financing. (12)

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

OR

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

Q.5.A) Explain the term listing of securities and explain the steps/procedure involved in listing of securities. (12)

OR

Q.5.B) Explain the meaning of a stock exchange and explain **any five functions** performed by the stock exchange. (12)

Q.6.A) Explain what is meant by sale of securities to intermediaries and explain **four merits** of sale of securities to intermediaries. (6)

Q.6.B) Explain rights issue as method of marketing securities and explain **four merits** associated with rights issue. (6)

OR

Q.6.X) Explain what is an issue house and explain **four functions** performed by any issue house. (6)

Q.6.Y) Explain the **three** methods of underwriting. (6)

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