

Goa Vidyaprasarak Mandal's
GOPAL GOVIND POY RAITURCAR COLLEGE OF COMMERCE AND ECONOMICS
FARMAGUDI, PONDA – GOA
B.COM. UGC-CCFUP (SEMESTER-III) REGULAR EXAMINATION
OCTOBER/NOVEMBER 2024

MINOR-1 COM-211 – BUSINESS FINANCE

Time: 2 Hours

Marks: 80

Instructions:

1. *All questions are compulsory.*
2. *Internal Choices are given.*
3. *Figures to the right indicate maximum marks for the questions.*

Q.1.A) Answer the following question: -

- | | |
|---|----------------|
| 1) Definition of Business Finance | (2) (CO1)(BL1) |
| 2) Two Principles of Business Finance | (2) (CO1)(BL1) |
| 3) Examples of Working Capital | (2) (CO2)(BL1) |
| 4) Meaning of Capital | (2) (CO2)(BL1) |
| 5) Concept of Capitalization | (2) (CO4)(BL1) |
| 6) Two advantages of Lease Financing | (2) (CO3)(BL1) |
| 7) Importance of Balanced Capitalization (Two Points) | (2) (CO4)(BL1) |
| 8) Concept of Warrants | (2) (CO3)(BL1) |

Q.2.A) Explain the role of Business Finance in an organization. (12)(CO1)(BL2)

OR

Q.2.A) “Financial planning is the key to successful business operations”
comment on the statement. (12)(CO1)(BL2)

Q.2.B) Briefly summarize **any four** essential features of a good financial plan.

(4)(CO1)(BL2)

Q.3.A) Goanese Ltd. is establishing its Modular Kitchen Unit at Kundaim Industrial Estate. As a manager, discuss the available sources of Fixed Capital the unit can bank upon. (12)(CO2)(BL3)

Q.3.B) “Adequate Fixed Capital ensures smooth working of a manufacturing unit.” Justify. (4)(CO2)(BL3)

OR

Q.3.B) Explain the classification of capital with the help of a chart.

(4)(CO2)(BL3)

P.T.O.

Q.4.A) Examine a scenario in which an entrepreneur requires funding from a Venture Capitalist to manufacture a helmet with added features. Discuss how you can assist him in understanding the stages of financing the business idea and recommend the names of venture Capitalist Groups. (12)(CO3)(BL4)

Q.4.B) List and explain the types of Corporate Securities. (4)(CO3)(BL3)

OR

Q.4.B) Classify Lease Financing Methods. (4)(CO3)(BL3)

Q.5.A) As a finance manager, critically evaluate the application of the cost theory of capitalization for GoaMake Ltd., which is in the establishment process. (12)(CO4)(BL4)

Q.5.B) Explain the High and Low Capital Gearing Process with an example.

OR

(4)(CO4)(BL3)

Q.5.B) Write a short note on the Net Income Approach (4)(CO4)(BL3)

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