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NJ—21—2022

FACULTY OF COMMERCE

M.Com. (Second Year) (Fourth Semester) EXAMINATION

MAY/JUNE, 2022

(New Course)

ADVANCED FINANCIAL MANAGEMENT

(MC-4.1)

(Thursday, 30-6-2022)

Time : 2.00 p.m. to 4.45 p.m.

Time— 3.45 Hours

Maximum Marks—75

N.B. :— (i) Attempt All questions.

(ii) All questions carry equal marks.

(i) सर्व प्रश्न सोडवा.

(ii) सर्व प्रश्नांना समान गुण आहेत.

1. Explain the significance of cost of capital and state the problems in determination of cost of capital. 15

भांडवली व्यय चे महत्व सांगून भांडवली व्ययाची गणना करतांना निर्माण होणाऱ्या समस्या सांगा.

2. Distinguish between Operating and Financial Leverage. 15

व्यवसाय संचलन तरफ व आर्थिक तरफ यांच्यातील फरक स्पष्ट करा.

Or

(किंवा)

Compute operating financial and composite leverage from the following information :

Interest	10,000
Sales	1,00,000 (20,000 units)
Variable Cost	50,000
Fixed Cost	30,000

P.T.O.

3. What is Cash Management ? State the factors affecting the optimum cash balance. 15

रोख व्यवस्थापन म्हणजे काय ? पर्याप्त रोख निधीवर परिणाम करणारे घटक सांगा.

Or

(किंवा)

“Cost of Capital is the minimum rate of return that a firm must earn on its investment.” Discuss.

“व्यवसाय संस्थेला गुंतवणुकीवर मिळणारा किमान मोबदला म्हणजे भांडवली व्यय (खर्च) होय.” चर्चा करा.

4. What is dividend ? State the types of dividend. 15

लाभांश म्हणजे काय ? लाभांशाचे प्रकार सांगा.

Or

(किंवा)

From the following details supplied by DLF Ltd Nanded, prepare cash budget for the period from 1st Sept. 2015 to 31st Dec. 2015 :

Month	Sales	Credit Purchases	Wages	Selling Expenses and Overheads
July 2015	1,60,000	85,000	32,000	18,000
Aug. 2015	1,85,000	92,000	37,000	21,000
Sept. 2015	2,10,000	1,00,000	42,000	23,500
Oct. 2015	2,45,000	1,20,000	49,000	27,000
Nov. 2015	1,78,000	90,000	35,500	19,400
Dec. 2015	1,82,000	98,000	36,000	20,000

- (1) Expected cash balance on 1st Sept. 2015 Rs. 10,500.
- (2) Period of credit allowed to debtors is two months.
- (3) Period of credit allowed by creditors is one month.
- (4) Lag in payment of wages, selling expenses and overheads in one month.

5. Write short notes on any *two* of the following : 15

- (i) Gordon's model;
- (ii) Preference cost of capital;
- (iii) Walter's model;
- (iv) Working capital.

खालीलपैकी कोणत्याही दोनवर थोडक्यात टिपा लिहा :

- (i) गॉर्डनचा नमुना;
- (ii) अग्रहक्क भांडवल व्यय;
- (iii) वॉल्टर्स नमुना;
- (iv) खेळते भागभांडवल.