MAY 2024 **P/ID 77944/RMBF1**

Time : Three hours Maximum : 80 marks

PART A — (10 × 2 = 20 marks)

Answer any TEN questions in 50 words each.

1. What is the meaning of Time Value of Money?

2. What are the various methods of measuring risk?

3. What is Debenture?

4. Define Cost of Capital.

5. Differentiate between risk and uncertainty.

6. What is Sensitivity Analysis?

7. Define Global Depository Receipt.

8. What is export finance?

9. What is global strategy?

10. Define Multinational corporation.

11. What is Business Venture?

12. Define the term Value.

PART B — ($5 \times 6 = 30$ marks)

Answer any FIVE questions in 250 words each.

13. Examine the nature and scope of Corporate Finance.

14. State the need for setting up of SEBI.

15. List down the various types of Mergers. What is the rationale behind them?

16. Describe the causes of industrial sickness.

17. What are the different kinds of foreign investment?

18. Point out the powers vested with SEBI to regulate Indian stock exchanges.

19. How can you use Sensitivity Analysis to reduce risk? Explain.

PART C — ($3 \times 10 = 30$ marks)

Answer any THREE questions in 500 words each.

20. 'The concepts of future value and present value are essentially same except the reference point of time' – Explain with example.

21. Examine the basic problems of Industrial Finance in India. How can these be addressed?

22. 'Businesses with severe capital rationing constraints should use Internal Rate of Return (IRR) than Net Present Value (NPV)' – Comment.

23. Discuss the various international sources of finance.

24. Discuss the importance and role of FDI and FII in Indian economy.

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