

B.B.A. LL.B. (FIVE YEAR DEGREE COURSE) (CBCS-2021 COURSE)

B.B.A. LL.B. (5 Year) Sem - VI : SUMMER : 2024

SUBJECT: CORPORATE FINANCIAL MANAGEMENT

Day : Monday
Date : 15/04/2024

S-24958-2024

Time : 02:00 PM-04:30 PM
Max. Marks : 60

N.B.

- 1) All questions are **COMPULSORY**.
- 2) All questions carry **EQUAL** marks.
- 3) Use of non – programmable **CALCULATOR** is allowed.

Q.1 A) Define Financial Management. Explain various sources of finance. (12)

OR

Q.1 B) Bharat & Company issued 30,000, 12% Debentures of Rs. 100 each for public subscription payable as Rs. 20 per Debenture on application. 5000 applications were rejected. The Debentures were issued on 1 April 2016 redeemable after 3 years at a premium of 10%. Remaining Rs. 80 per Debenture were called on allotment. Pass the necessary journal entries. (12)

Q.2 A) Define Shares. List and explain various types of Preference Shares. (12)

OR

Q.2 B) Calculate Operating Leverage, Financial Leverage and Combined Leverage along with Income Statement from the following data. (12)
Fixed Cost – Rs 20,000 ; Sales – Rs 20,00,000 at 75% capacity; Interest – 10% on Rs 10,00,000 Debentures; Profit Volume Ratio – 35%.
Also calculate if sales decrease by 15%.

Q.3 A) Define Dividend according to Companies Act 2013. Discuss factors affecting the dividend declaration. (12)

OR

Q.3 B) From the following summary of Cash Account of X LTD, prepare a cash flow statement of the year ended 31/3/2020 in accordance with AS 3 using the Direct Method. The Company does not have any cash equivalents. (12)

Particulars	Rs in 000	Particulars	Rs in 000
Balance as on 1/4/19	50	Payment to Suppliers	2000
Issue of Equity Shares	300	Purchased of Fixed Assets	200
Received from Customers	2800	Overhead Expenses	200
Sales of Fixed Assets	100	Wages and Salaries	100
		Tax	250
		Dividend	50
		Repayment of Loan	300
		Balance as on 31/3/20	150
	3250		3250

P.T.O.

- Q.4 A)** What do you understand by Financial Statement Analysis? Explain different techniques of analysis and interpretation. (12)

OR

- Q.4 B)** Bhogilal & Sons had Authorized Capital of 10,00,000 Equity Shares out of which 25,000 Equity Shares at Rs 50 each were issued and subscribed. Application were received for 30,000 at Rs 10 each. Allotment money Rs 25 per share with a premium of Rs 5. Rs 20 was dually called. Shares were allotted on pro- rata allotment. One Shareholder holding 100 Equity Shares failed to pay call money and shares were forfeited. Pass the necessary Journal entries. (12)

- Q.5 A)** Write short notes on: (ANY TWO) (12)
- i) AS - 2 Inventories and its Disclosure
 - ii) Bonds
 - iii) ICICI

OR

- Q.5 B)** From the following information calculate Current Ratio, Liquid Ratio, Proprietary Ratio, Capital to Fixed Assets Ratio and Debt to Equity Ratio.

Liabilities	Rs	Assets	Rs
Equity Share Capital	2,00,000	Machinery	5,92,000
12% Preference Shares	3,60,000	Investment	2,24,000
General Reserve	1,40,000	Stock	2,02,000
16% Debentures	2,40,000	Bills Receivable	40,000
Trade Payables	2,44,000	Debtors	98,000
Bank Overdraft	40,000	Cash and Bank	76,000
Provision for Tax	36,000	Profit and Loss Account	28,000
	12,60,000		12,60,000
