

## Master of Commerce (M.Com.) Examination: May 2016

### Semester: I Center for Distance Education

Day & Date	Semester	Subject Name	Time	Code
Friday 06/05/2016	I	Financial Management	11:00 A.M. To 02:00 P.M.	100001

**Instructions: Attempt any five questions.**

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- Q.1** Explain M.M. Hypothesis Theory of Capital structure. **20**
- Q.2** What do you mean by capital structure? What are its features and determinants? **20**
- Q.3** How is Cost of Equity calculated under different methods? Explain with examples. **20**
- Q.4** Explain the determinants of dividend policy in practice. **20**
- Q.5** Explain various considerations to be kept in mind by finance manager for effective management of Receivables. **20**
- Q.6** "There should be always a systematic approach to Inventory Management." Explain. **20**
- Q.7** **Attempt any two.** **20**
- a)** Functions of a Finance Manager.
  - b)** Weighted average Cost of Capital.
  - c)** Gordon Model of Dividend Policy.