

STELLA MARIS COLLEGE (AUTONOMOUS), CHENNAI - 600 086
(For candidates admitted during the academic year 2022-2023)

B.COM. (BFE) DEGREE EXAMINATION – NOVEMBER 2024
BANKING, FINANCE AND ENTREPRENEURSHIP
FIFTH SEMESTER

COURSE : MAJOR CORE
PAPER : CORPORATE FINANCE
SUBJECT CODE : 22BF/MC/CF54
TIME : 3 HOURS

MAX MARKS: 100

SECTION A

Answer ALL the questions:

(10 x 2 = 20)

1. What is the difference between debt and equity financing?
2. Define bonus dividend.
3. What are the key types of corporate restructuring?
4. Write a short note on over capitalization and under capitalization.
5. Define risk and its causes.
6. State the meaning of yield to maturity.
7. What are floating exchange rates?
8. Write a short note on risk.
9. What is Bond Valuation, and why is it important in corporate finance?
10. How is Transaction exposure measured?

SECTION B

Answer Any FIVE questions:

(5 x 8 = 40)

11. Discuss the different types of Dividend policies.
12. What is the significance of the Yield to Maturity in bond valuation?
13. Explain the importance of corporate finance.
14. Write the key components of Return.
15. What are the advantages and Limitations of issuing equity shares?
16. Brief out financing international trade.
17. Explain the relationship between risk and Return.

SECTION C

Answer Any TWO questions:

(2 x 20 = 40)

18. What are the different sources of long-term finance? State the merits of each source.
19. Explain Equity Valuation based on Dividends and Earning.
20. Under what circumstances do companies seek to merge? Explain the types of merger.
21. What are different types of risk and how can investors manage them?
