

B.B.A. Semester - 4 (CBCS) Examination
March/April-2025 [NEW COURSE]
Corporate Finance Practices(Core)

Time: 2:30 Hours**Marks: 70****Instructions:**

1. All questions are compulsory.
2. Figures to the right indicate marks.

Que.1 Define the term Capital Budgeting and write characteristics in detail. (14)

OR

Que.1 Discuss in detail the sources of getting Long Term Capital for a firm.

Que.2 Discuss the advantages and disadvantages of any two techniques of inventory control, (14)
and provide real-life examples where applicable.

OR

Que.2 Elaborate on Cash Budget

Que.3 Differentiate between Operating Leverage & Financial Leverage. What is Total (14)
Leverage?

OR

Que.3 Define the term EPS and Calculate the following practical:

ABC Ltd. has reported the following details for the year:

- Net Profit (after tax): ₹5,00,000
- Number of Shares Outstanding: 50,000 shares

Calculate the Earnings Per Share (EPS) of *ABC Ltd.*

Que.4 Discuss in detail the concept of Dividend. Also write types of dividend. (14)

OR

Que.4 Discuss the factors influencing dividend decision while a company decides to distribute profits as dividends or retain them for future growth. Support your answer with suitable real-life examples.

Que.5 Write Short Notes: (Any two) (14)

1. Importance of cost of capital in financial decision-making.
2. Determinants of Cost of Capital
3. Types of Costs
