

**MASTER OF BUSINESS ADMINISTRATION IN
FINANCIAL MARKETS**

(MBAFM)

Term-End Examination

June, 2014

MCT-073 : CORPORATE FINANCE

Time : 3 hours

Maximum Marks : 100

Note : Attempt any five questions.

1. What do you mean by 'corporate finance' ? Why is it important ? What are the major objectives of corporate finance department ? State the functions usually performed by this department. 20
2. Outline the objectives of 'financial statement analysis'. Explain the different methods of financial statement analysis with the help of appropriate examples. 20
3. What ratios would you compute to find out the profitability and liquidity of a firm ? Explain these ratios and how these are interpreted. 20
4. What are the various methods of raising funds for long term ? Which one would you prefer and why ? 20
5. Explain the various activities and steps required for raising funds from the equity market in India. State the role of SEBI in this respect. 20

6. What is meant by 'financial restructuring' ? When does a company undertake such an exercise ? Briefly explain various methods of financial restructuring. 20
7. Explain in details the 'investment decision process'. How is a domestic investment decision different from an international one ? Which of these two is more risky and why ? 20
8. Write short notes on **any two** of the following : 20
- (a) Valuation of equity
 - (b) Legal and taxation aspects of a merger
 - (c) Corporate Bond Market in India
 - (d) International Financial System
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