

Seat No.	
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Total No. of Questions : 6]

[Total No. of Printed Pages : 2

**[4185]-101**

**P. G. D. F. S. (Semester - I) Examination - 2012**

**FINANCIAL AND COST ACCOUNTING**

**(2008 Pattern)**

**Time : 3 Hours]**

**[Max. Marks : 70**

**Instructions :**

- (1) Answer **any five** questions.
- (2) All questions carry equal marks.
- (3) Use of simple calculator is allowed.

**Q.1)** Enumerate Subsidiary Books and explain why they are called as 'Books of Original Entry' ? Why are they introduced in business ? **[14]**

**Q.2)** Define Zero-base Budget. Discuss its relevance and advantages in Budgetary Control. **[14]**

**Q.3)** From the following balances extracted from the books of Mr. Kartikay, prepare Trading and Profit and Loss Account for the year ended 31-3-2011 and a Balance Sheet as on that date : **[14]**

	<b>Rs.</b>
Stock on 1-04-2010	20,000
Purchases	45,000
Purchase Return	6,000
Wages	25,000
Loan from Mr. Sachin	1,60,000
Capital	26,800
Sunday Debtors	52,700
Rent and Taxes	1,000
Salaries	8,000

General Expenses	1,900
Discount Received	500
Sundry Creditors	30,000
Sales	1,28,600
Plant and Machinery	1,70,000
Furniture	18,000
Cash	2,300
Drawings	6,000
Sales Returns	2,000

**Adjustments :**

- (1) The Closing Stock was Rs. 10,800 (Market Value Rs. 15,000).
- (2) Write-off 10% Depreciation on Plant and 5% on Furniture.
- (3) Write-off Bad Debts Rs. 700.
- (4) Goods Destroyed by Fire amounting Rs. 2,000.

**Q.4)** “Marginal Costing is an effective tool for Decision-making and it is used in solving Management Problems.” Explain. **[14]**

**Q.5)** What do you mean by the term ‘Cost’ ? How far it is different from Expenses ? How Costs can be classified in a Manufacturing Industry ? **[14]**

**Q.6)** Write short notes : **(Any Three)** **[14]**

- (a) Idle Time
- (b) Trade Discount vs Cash Discount
- (c) Types of Overheads
- (d) Trial Balance
- (e) Budget Key Factor

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Total No. of Questions : 7]

[Total No. of Printed Pages : 2

**[4185]-102**

**P. G. D. F. S. (Semester - I) Examination - 2012**

**TAXATION : DIRECT AND INDIRECT TAXES**

**(2008 Pattern)**

**Time : 3 Hours]**

**[Max. Marks : 70**

**Instructions :**

- (1) Attempt **any five** questions.
- (2) All questions carry equal marks.

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**Q.1)** Write short notes on **any two** of the following :

- (a) Agricultural Income
- (b) Taxability of Gratuity
- (c) Minimum Alternative Tax
- (d) Deduction from Income from House Property
- (e) Compulsory Filing of Returns based upon Economic Criteria

**Q.2)** Explain in detail any ten incomes which are exempt from Tax.

**Q.3)** Mr. Atul is working as General Manager of a manufacturing company. Details of his salary for the Assessment Year 2008-2009 are as below :

- (1) Basic Salary Rs. 3,80,000 per annum.
- (2) Dearness Allowance Rs. 15,000 per month.
- (3) Education Allowance for two children Rs. 750 per month per child.
- (4) Travelling Allowance for his official travelling Rs. 50,000 (Actual Expenses Rs. 40,000).

- (5) He stays in the furnished flat provided by the company. Cost of the furniture is Rs. 1,50,000. He pays Rs. 8,000 per month from his salary towards the rent.
  - (6) Reimbursement of his self medical expense amounting Rs. 32,000.
  - (7) Employer paid his Professional Tax Rs. 3,000.
- Calculate Income from Salaries for Mr. Atul for Assessment Year 2008-2009.

**Q.4)** Explain the following terms :

- (a) Unjust Enrichment
- (b) Nature of Indirect Taxes
- (c) Job Workers
- (d) Taxable Event for Excise Duty

**Q.5)** Discuss in detail the objectives of VAT. Also explain various advantages conferred upon by VAT Act.

**Q.6)** Explain movable, marketable and manufacture with reference to Central Excise Act.

**Q.7)** Explain Registration Procedure under Service Tax Act.

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Total No. of Questions : 7]

[Total No. of Printed Pages : 3

**[4185]-103**

**P. G. D. F. S. (Semester - I) Examination - 2012**

**FINANCIAL MANAGEMENT AND  
QUANTITATIVE METHODS IN FINANCE**

**(2008 Pattern)**

**Time : 3 Hours]**

**[Max. Marks : 70**

***Instructions :***

- (1) Q. No. 1 is compulsory.*
- (2) Attempt **any two** from section - I and section - II each.*
- (3) Figures to the right indicate full marks.*
- (4) Use of simple calculator is allowed.*

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**Q.1) Evaluate critically the objectives of Financial Management. [10]**

**SECTION – I**

**Q.2) What is Cash Flow Statement ? Discuss various Sources and Applications of Fund in Tune of AS-3. [15]**

**Q.3) Write short notes : (Any Three) [15]**

- (a) Funds Flow Statement
- (b) Finance Decision
- (c) Working Capital Cycle
- (d) Financial Statements
- (e) Financial Leverage and Operating Leverage

**Q.4)** ABC Ltd. is planning to purchase a machinery and at present evaluating 2 mutual quotations for the same. The details are as follows :

<b>Particulars</b>	<b>Machinery 'A' (Rs.)</b>	<b>Machinery 'B' (Rs.)</b>
Cost of Machinery	40,00,000	45,00,000
Salvage Value	Nil	Nil
Depreciation	Straight Line	Straight Line
<b>Cash Inflows in Years :</b>		
1	5,00,000	9,00,000
2	7,00,000	10,00,000
3	8,00,000	11,00,000
4	9,00,000	10,00,000
5	9,00,000	10,00,000
6	8,00,000	9,00,000

Assume 30% as Tax Rate. Cost of Capital @ 15% and Present Values are :

<b>Years</b>	<b>P.V. Factor for 15%</b>
1	.870
2	.756
3	.658
4	.572
5	.497
6	.432

Calculate Pay Back Period, Net Present Value at 15% Cost of Capital and Average Rate of Return.

**[15]**

## **SECTION - II**

**Q.5) (A)** Explain CVP Analysis. **[05]**

(B) ABC Ltd. produces component 'X' and sells it at Rs. 10 each. The Variable Cost is Rs. 6 each and Total Fixed Cost of the concern is Rs. 40,000 per annum.

**Calculate the following :**

(a) Break-even Point

(b) Margin of Safety at Sale of Rs. 1,50,000

(c) Increase in Selling Price, if break-even point is reduced to 8,000 units. **[10]**

**Q.6) (A)** Mr. Kharat has two investment options before him. Portfolio 'A' offers risk free expected return of 8%. Portfolio 'B', which offers an expected return of 24% has Standard Deviation of 25%. His risk aversion index is 4. Given these parameters what is the rational choice for him ? **[09]**

(B) What is Capital Asset Pricing Model (CAPM) ? **[06]**

**Q.7) (A)** IDBI Bond has 3 years remaining until maturity. It has par value of Rs. 1,000. The Coupon Interest Rate on the bond is 10 per cent. Compare yield to maturity at Current Market Price of :

(a) Rs. 1,100

(b) Rs. 1,000

(c) Rs. 900

Assume interest is paid annually. **[08]**

(B) Define Valuation. Why is it important for a Financial Manager to understand Valuation Process ? **[07]**

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Total No. of Questions : 7]

[Total No. of Printed Pages : 1

**[4185]-104**

**P. G. D. F. S. (Semester - I) Examination - 2012**

**FINANCIAL SERVICES - I**

**(2008 Pattern)**

**Time : 3 Hours]**

**[Max. Marks : 70**

**Instructions :**

- (1) Answer *any five* questions.
- (2) All questions carry equal marks.

- 
- 
- Q.1)** What are Venture Capital Funds ? What are the different stages in Funding by these Funds ? [14]
- Q.2)** What is the benefit of an A.M.C. to the Investors of M.F.S. ? What are the responsibilities of the A.M.C ? [14]
- Q.3)** Discuss Utility of Mutual Funds and comment on their future in India. [14]
- Q.4)** State and explain a broad framework of Rating Process adopted by the Credit Rating Agency. What are the benefits and limitations of such Ratings ? [14]
- Q.5)** What are NBFCs ? What are the R.B.I. Guidelines for NBFCs ? [14]
- Q.6)** Explain Process of Book-building and SEBI's Guidelines for Book-building. [14]
- Q.7)** Write short notes : **(Any Two)** [14]
- (a) Money Market Instruments
  - (b) The National Securities Depository Ltd.
  - (c) Derivatives in Stock Markets
  - (d) Securitisation

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**[4185]-104/1**



Seat No.	
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Total No. of Questions : 7]

[Total No. of Printed Pages : 2

**[4185]-105**

**P. G. D. F. S. (Semester - I) Examination - 2012**

**FINANCIAL INSTITUTIONS**

**(2008 Pattern)**

**Time : 3 Hours]**

**[Max. Marks : 70**

**Instructions :**

(1) Answer **any five** questions.

(2) Figures to the right indicate full marks.

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**Q.1)** What function does 'Development Bank' perform ? **[14]**

**Q.2)** "There are various types of Banks which operate in our country to meet financial requirements of different categories of people engaged in agriculture, business, profession, etc." Express types of Banks in brief. **[14]**

**Q.3)** Write short notes on **any two** from the following : **[14]**

(a) EXIM Bank

(b) SIDBI

(c) NABARD

**Q.4)** "Project Appraisal is the process by which the Financial Institutions make an independent and objective assessment of various aspects of the investment proposition for arriving at a Financing Decision." Elaborate. **[14]**

**Q.5)** Establish relationship of Marketing Strategy and Development Bank with the help of suitable examples. **[14]**

**Q.6)** Write an essay on need and functions of RBI in the Development of Economy. **[14]**

**Q.7)** Write short notes : **(Any Two)** **[14]**

- (a) Types of Co-operative Banks
  - (b) Narsimhan Committee Report
  - (c) IFCI
  - (d) Operations of Foreign Banks in India
-

Seat No.	
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Total No. of Questions : 7]

[Total No. of Printed Pages : 2

**[4185]-12**

**P. G. D. F. S. (Semester - I) Examination - 2012**

**TAXATION : DIRECT AND INDIRECT TAXES**

**(2005 Pattern)**

**Time : 3 Hours]**

**[Max. Marks : 60**

**Instructions :**

- (1) Attempt *any four* questions.
- (2) All questions carry equal marks.

**Q.1)** Define the following terms under the Income Tax Act, 1961 :

- (a) Person
- (b) Assessee
- (c) Assessment

**Q.2)** Describe Provisions for determining Residential Status of an Individual under Income Act, 1961.

**Q.3)** Mr. Zaheer Khan has two houses, both of which are self-occupied. The particulars of the houses for the P.Y. 2010-11 are as under :

Municipal Valuation p.a.	1,00,000	1,50,000
Fair Rent p.a.	75,000	1,75,000
Standard Rent p.a.	90,000	1,60,000
Date of Completion	31-3-2000	31-3-2002
Municipal Taxes paid during the year	12,000	12,000
Interest on Money Borrowed for repair of property during the current year	—	90,000

Compute Mr. Zaheer Khan's Income from House Property for A.Y. 2011-12 and suggest which house should be opted by Zaheer Khan to be assessed as self-occupied so that his tax liability is minimum.

**Q.4)** Write procedure of Valuation of Excisable Goods under the Central Excise Law.

**Q.5)** Explain features of Service Tax.

**Q.6)** Explain Registration Procedure under VAT.

**Q.7)** Write short notes : **(Any Two)**

- (a) Deductions from Gross Total Income
  - (b) Dealers under MVAT Act
  - (c) Tax Invoice under VAT
  - (d) Small Service Provider
-

Seat No.	
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Total No. of Questions : 7]

[Total No. of Printed Pages : 2

**[4185]-13**

**P. G. D. F. S. (Semester - I) Examination - 2012**

**FINANCIAL MANAGEMENT AND QUANTITATIVE  
METHODS IN FINANCE**

**(2005 Pattern)**

**Time : 3 Hours]**

**[Max. Marks : 60**

***Instructions :***

- (1) Attempt **any two** questions from Section - I and Section - II each.*
- (2) All questions carry equal marks.*
- (3) Use of simple calculator is allowed.*

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**SECTION - I**

**Q.1)** “Financial Management means Planning, Organising, Directing and Controlling Financial Activities such as procurement and utilization of Funds of the Enterprise.” Discuss key functions of Financial Management.

**Q.2)** Write note on **any two** techniques from the following :

- (a) Common Size Financial Statements
- (b) Funds Flow and Cash Flow Statement
- (c) Ratio Analysis

**Q.3)** “The Working Capital needs of a business are influenced by numerous factors.” Discuss.

**Q.4)** Explain Concept of Optimum Capital Structure with the help of suitable Theories of Capital Structures.

## **SECTION - II**

**Q.5)** Write a detailed note on Cost Volume Profit Analysis under Conditions of Uncertainty.

**Q.6)** “A risky situation is one which has some probability of loss.” Elaborate on this statement stating various types of Risks.

**Q.7)** Write short notes : **(Any Two)**

- (a) Capital Asset Pricing Model
  - (b) Discounting
  - (c) Valuation of Bonds
  - (d) Securitisation of Debt
-

Seat No.	
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Total No. of Questions : 7]

[Total No. of Printed Pages : 1

**[4185]-14**

**P. G. D. F. S. (Semester - I) Examination - 2012**

**FINANCIAL SERVICES - I**

**(2005 Pattern)**

**Time : 3 Hours]**

**[Max. Marks : 80**

**Instructions :**

- (1) Answer **any five** questions.
- (2) All questions carry equal marks.

- 
- 
- Q.1)** What is Leasing and Hire-purchase ? Explain with reference to the differences you know.
- Q.2)** What is Credit Card ? How it is useful to Issuer, User and Trader ? What are the risks involved ?
- Q.3)** How 'Credit Rating' is useful to Investors, Financial Institutions, Companies and Government ? How it is done ?
- Q.4)** What is 'Merchant Banking' ? What are the different services offered by them ?
- Q.5)** How 'Demat' Trading is useful to the Investors in the present time compared to Old Paper-based Trading System ?
- Q.6)** What is Matual Funds Investment ? How it is useful to Small Investors ?
- Q.7)** Write short notes : **(Any Two)**
- (a) Central Depository and Depository Participants
  - (b) Commercial Paper and Participation Certificates
  - (c) Intercorporate Deposits and Fixed Deposits
  - (d) Debit Cards

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Total No. of Questions : 7]

[Total No. of Printed Pages : 2

**[4185]-15**

**P. G. D. F. S. (Semester - I) Examination - 2012**

**FINANCIAL INSTITUTIONS**

**(2005 Pattern)**

**Time : 3 Hours]**

**[Max. Marks : 70**

***Instructions :***

*(1) Answer **any five** questions.*

*(2) Figures to the right indicate full marks.*

- 
- 
- Q.1)** Discuss Banking Reforming Recommendations of Narsimhan Committee. **[14]**
- Q.2)** Elucidate role of Development Bank. **[14]**
- Q.3)** How are the Foreign Banks contributing to the Growth of Indian Economy ? **[14]**
- Q.4)** Elaborate broad aspects of Appraisal for arriving at a Financing Decision by any Financial Institution. **[14]**
- Q.5)** Describe role of Specialized Banks in strengthening Country's Economy. **[14]**
- Q.6)** Elaborate various functions of the Reserve Bank of India. **[14]**



**Q.7) Write short notes : (Any Two)**

**[14]**

- (a) IFCI
  - (b) Commercial Banks
  - (c) Banking Marketing Strategy
  - (d) Co-operative Banks
  - (e) Social Cost Benefit Analysis
-

Seat No.	
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Total No. of Questions : 7]

[Total No. of Printed Pages : 2

**[4185]-201**

**P. G. D. F. S. (Semester - II) Examination - 2012**

**FINANCIAL SERVICES - II**

**(2008 Pattern)**

**Time : 3 Hours]**

**[Max. Marks : 70**

***Instructions :***

- (1) Answer **any five** questions.*
- (2) All questions carry equal marks.*

- 
- 
- Q.1)** “The Portfolio Management is an Art and Science of making decisions about Investment Mix and Policy.” Elucidate considering risk and return for a Portfolio of Securities.
- Q.2)** “The Random Walk Theory is a rejection of Technical Analysis.” Elaborate Random Walk Theory and Stock Price.
- Q.3)** How is Investment different from Gambling and Speculation ? Discuss giving scope of Investment Management.
- Q.4)** Write a detailed note on forms and risks of Investment.
- Q.5)** Explain various measures for promoting healthy, sustained Development of the Investment Market.
- Q.6)** Write an essay on the Concept of Marketing Mix in Financial Services Sector.

**Q.7) Write short notes : (Any Two)**

- (a) Capital Asset Pricing Model
  - (b) Markovitz Theory
  - (c) Statutory Advertisements for Public Issue of Shares
  - (d) Efficient Frontier
  - (e) Sharpe Ideal Index
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Seat No.	
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Total No. of Questions : 7]

[Total No. of Printed Pages : 2

**[4185]-202**

**P. G. D. F. S. (Semester - II) Examination - 2012**

**INTERNATIONAL FINANCE**

**(2008 Pattern)**

**Time : 3 Hours]**

**[Max. Marks : 70**

**Instructions :**

- (1) Attempt **any five** questions.
- (2) All questions carry equal marks.

- 
- 
- Q.1)** Discuss objectives and importance of FEMA. Explain its role in Controlling and Regulating Foreign Exchange Transactions in India.
  - Q.2)** Discuss key role played by World Bank and International Monetary Fund (IMF) in managing International Finance. Give suitable examples.
  - Q.3)** How has the growth in International Trade and Multinational Corporations been responsible for growing importance of the Study of International Finance ?
  - Q.4)** Explain role of EXIM Bank of India in generating Foreign Exchange through Export Promotion for the Country with suitable examples.
  - Q.5)** What is Purchasing Power Parity ? How is it useful in determining Exchange Rates in Foreign Exchange Market ?
  - Q.6)** (A) Define Balance of Payment and discuss its various components.  
(B) Describe various measures to correct disequilibrium in Balance of Payment.

**Q.7)** Write short notes : **(Any Two)**

- (a) International Liquidity
  - (b) WTO
  - (c) Futures and Options
-

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Total No. of Questions : 7]

[Total No. of Printed Pages : 2

**[4185]-203**

**P. G. D. F. S. (Semester - II) Examination - 2012**

**COMPANY LAW, FEMA AND SEBI**

**(2008 Pattern)**

**Time : 3 Hours]**

**[Max. Marks : 70**

**Instructions :**

- (1) Attempt *any five* questions.
- (2) Figures to the right indicate full marks.
- (3) All questions carry equal marks.

- 
- 
- Q.1)** Explain characteristics of a Company. Explain in detail the procedure for incorporation of a Private Limited Company. **[14]**
- Q.2)** “Memorandum of Association is a Charter of the Company.” Explain this statement. **[14]**
- Q.3)** What are the provisions of The Companies Act, 1956 regarding Accounts and Audit ? **[14]**
- Q.4)** Explain the following terms under FEMA : **[14]**
- (a) Current Account Transactions
  - (b) Authorised Person
  - (c) Capital Account Transactions
- Q.5)** Write notes : **(Any Two)** **[14]**
- (a) Buyback of Shares
  - (b) Book-building
  - (c) Statutory Meeting

**Q.6)** What are the objectives and powers of SEBI ? **[14]**

**Q.7)** Differentiate between : **[14]**

- (a) Transfer vs. Transmission of Shares
  - (b) Annual General Meeting vs. Extra Ordinary General Meeting
  - (c) Ordinary Business vs. Special Business
-

Seat No.	
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Total No. of Questions : 8]

[Total No. of Printed Pages : 1

**[4185]-204**

**P. G. D. F. S. (Semester - II) Examination - 2012**

**FINANCIAL MARKETS**

**(2008 Pattern)**

**Time : 3 Hours]**

**[Max. Marks : 70**

**Instructions :**

- (1) Attempt *any five* questions.
- (2) All questions carry equal marks.

- 
- 
- Q.1)** Broadly describe Financial System prevalent in India.
- Q.2)** Explain Money Market and different kinds of Money Market Instruments.
- Q.3)** When was the Reserve Bank of India established ? Explain physical functions of the Reserve Bank of India.
- Q.4)** Explain in detail the formation of GIC and Nationalised Banks giving details about their advantages to Small Investors and the Development Outlook.
- Q.5)** Explain importance and role of Development Banks towards mobilising resources and assisting Agriculture Sector.
- Q.6)** Explain role of Stock Exchange in the Development of Financial Market in India.
- Q.7)** Explain different Bank Accounts like Deposit Accounts and Advance Accounts.
- Q.8)** Write short notes : **(Any Two)**
- (a) Plastic Card
  - (b) Housing Finance
  - (c) Derivatives Trading

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**[4185]-204/1**



Seat No.	
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Total No. of Questions : 7]

[Total No. of Printed Pages : 1

**[4185]-22**

**P. G. D. F. S. (Semester - II) Examination - 2012**

**INTERNATIONAL FINANCE**

**(2005 Pattern)**

**Time : 3 Hours]**

**[Max. Marks : 60**

**Instructions :**

- (1) Attempt **any five** questions.
- (2) All questions carry equal marks.

- 
- 
- Q.1)** Discuss objectives and importance of FEMA. Explain its role in Controlling and Regulating Foreign Exchange Transactions in India.
- Q.2)** Discuss key role played by World Bank and International Monetary Fund (IMF) in managing International Finance. Give suitable examples.
- Q.3)** How has the growth in International Trade and Multinational Corporations been responsible for growing importance of the Study of International Finance ?
- Q.4)** Explain role of EXIM Bank of India in generating Foreign Exchange through Export Promotion for the Country with suitable examples.
- Q.5)** What is Purchasing Power Parity ? How is it useful in determining Exchange Rates in Foreign Exchange Market ?
- Q.6)** (A) Define Balance of Payment and discuss its various components.  
(B) Describe various measures to correct disequilibrium in Balance of Payment.
- Q.7)** Write short notes : **(Any Two)**
- (a) International Liquidity
  - (b) WTO
  - (c) Futures and Options

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Total No. of Questions : 7]

[Total No. of Printed Pages : 1

**[4185]-24**

**P. G. D. F. S. (Semester - II) Examination - 2012**

**FINANCIAL MARKETS**

**(2005 Pattern)**

**Time : 3 Hours]**

**[Max. Marks : 70**

***Instructions :***

- (1) Answer **any five** questions.*
- (2) Figures to the right indicate full marks.*

- 
- 
- Q.1)** The objective of the Financial System is to ‘supply funds to various sectors and activities of the economy in ways that promote fullest possible utilization of resources without destabilizing consequence of price level changes or unnecessary interference with individual desires.’ Elucidate.
- Q.2)** How does the Reserve Bank of India regulate Indian Money Market ? Discuss.
- Q.3)** What functions does ‘Development Bank’ perform ?
- Q.4)** What were the major objectives behind Nationalisation of Banks in India ? Discuss its limitations also.
- Q.5)** Write a detailed note on Bank Lending and its policies.
- Q.6)** Write an essay on Securities Market.
- Q.7)** Write short notes : **(Any Two)**
- (a) Financial Intermediaries
  - (b) Consumer Financing
  - (c) Merchant Bankers
  - (d) Derivatives
  - (e) Investment Trusts