

M.Com. Part- II Examination, 2020 (DDE)

Subject : Commerce

(Paper 21: Advanced Financial Management)

Time: 2 Hours

Full Marks: 40

The figures in the margin indicate full marks.
Candidates are required to give their answers in their own words
as far as practicable

Answer any four questions

10x4=40

1. Briefly discuss the economic advantages of merger. (10)
2. Explain various steps in evaluating a merger as a capital budgeting decision. (10)
3. Write short notes on:
 - a) Sensitivity analysis
 - b) Certainty equivalent coefficient (5+5 =10)
4. a) Distinguish between 'Leveraged lease' and 'Sale and lease back'.
 - b) Write a short note on 'Finance Lease'. (5+5 = 10)
5. a) Distinguish between DOL and DFL.
 - b) Write a short note on indifference point in the context of EBIT-EPS analysis. (5+5= 10)
6. Write short notes on:
 - a) Stock split vs. Bonus issue.
 - b) Methods of share buyback. (5+5=10)