


VINAYAK CLASSES
DEGREE & DIPLOMA ENGINEERING

Sub: S.P

Standard: 12th (COMM)

Date: 13/02/2019

Time : 3 Hours

Total Marks: 80

- NOTE:** (1) All questions are compulsory.
(2) Figures to the right indicate full marks for the questions.
(3) Figures to the left indicate question numbers.
(4) Answer to every question should start on a new page.

Q.1(A) Select the correct answer from the option given below and rewrite the sentences (5) (15)

- (1) A business firm is basically organization.
(a) Profit oriented (b) service oriented (c) non-profit
- (2) Retained earnings are source of financing.
(a) internal (b) external (c) additional
- (3) If a share of Rs.100 is issued at Rs.90, it is said to be issued
(a) at par (b) at discount (c) at premium
- (4) Companies (Amendment) Act 2000 prohibits issue of debentures.
(a) secured (b) unsecured (c) convertible
- (5) Interest of bearer debentures is given through.....
(a) interest warrant (b) refund order (c) interest coupons

(B) Match the correct pairs:

(5)

Group 'A'

Group 'B'

- | | |
|-------------------------------|---|
| (a) Capitalisation of reserve | (1) Declared between two Annual General Meeting |
| (b) Preference shares | (2) Refund order |
| (c) Final dividend | (3) Mutual fund |
| (d) Letter of allotment | (4) Dividend at fixed rate |

(e) Treasury bill

(5) Declared at Annual General Meeting

(6) Bonus shares

(7) Promissory note

(8) Dividend at fluctuating rate

(9) Share applicant becomes Shareholder

(10) Right issue

(C) Write a word or a term of a phrase which can substitute each of the following statements: (5)

- (1) The difference between current assets and current liabilities.
- (2) Credit extended by suppliers with an intention by the increase their sales.
- (3) Acceptance of the same deposits on its maturity by the company for a further period.
- (4) The part of the net profit distributed or proposed to be distributed amongst the shareholders.
- (5) A specific place where trading of the securities is arranged in an organized method.

Q. 2. Distinguish between the following (Any THREE): (15)

- (1) Equity shares and Preference Shares.
- (2) Transfer of Shares and Transmission of Shares
- (3) Final Dividend and Interim Dividend.
- (4) Jobber and Broker.
- (5) Owned Capital and Borrowed Capital

Q. 3. Write notes on (Any THREE): (15)

- (1) Capital structure and its components.
- (2) Share certificate.
- (3) Importance of Depository System
- (4) Procedure for conversion of debentures.
- (5) Role of stock exchange in capital market.

Q. 4. State, with reasons, whether the following statements are True or False (Any THREE): (15)

- (1) Maximisation of profit is real and complete motive of financial management.
- (2) Financial institutions do not have any role in financing industrial firms.
- (3) The holder of share warrant may be given full right of membership.
- (4) A public company cannot accept deposits payable on demand.
- (5) Debenture holders enjoy full membership of right of the company.

Q. 5. Attempt the following (Any TWO): (10)

- (1) State the general conditions of allotment of shares.
- (2) Explain the provision regarding unclaimed/unpaid dividend.
- (3) Draft a 'Letter of Allotment' to debenture holder.
- (4) Draft a letter of thanks to the depositor of a company.

Q. 6. Define debenture. State and explain different types of debentures. (10)

OR

Draft a notice of dividend to the shareholder.

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