

MAR-April 2023

Total No. of Questions : 5]

SEAT No. :

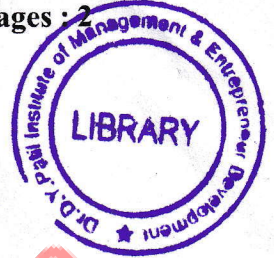
PA-3730

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S.Y. M.B.A.

**404 FIN : CURRENT TRENDS & CASES IN FINANCE
(2019 Pattern) (Semester - IV)**



Time : 2½ Hours]

[Max. Marks : 50

Instructions to the candidates:

- 1) All questions are compulsory
- 2) Each question has an internal option.
- 3) Figures to the right indicate marks.
- 4) Use of sample calculator is allowed.

Q1) Write any five out of eight (2 marks each):

[10]

- a) Define value chain financing.
- b) Define chit funds.
- c) State two functions of small finance banks.
- d) Mention two objectives of self help groups.
- e) What is an alternative delivery channel?
- f) State two functions of payment banks?
- g) Define angel funding.
- h) Define briefly any one type of e-wallets.

Q2) Write any two out of three (5 marks each):

[10]

- a) Explain the SEBI regulations on startup listing.
- b) Differentiate between micro-credit and micro finance.
- c) Discuss any five functions of NABARD.

Q3) Write any one out of two:

[10]

- a) Develop a plan to deal with the issues faced by microfinance in India.

OR

- b) Discuss the business model of payment banks.

P.T.O.

Q4) Write any one out of 2:

[10]

a) "A" is an angel investor in seeking an annual return of 25% on the investment of Rs. 2,50,000 in a business. Calculate & analyse the following:

- What is the angel's investment worth after 3 years?
- If the investors and the entrepreneur have agreed that based on the financial projections the value of the business at the end of 3 years would be Rs. 8,77,500. Calculate the angel investors equity percentage.

OR

b) How do "Phone Pay" makes money? Analyse it with suitable facts & figures

Q5) a) A company is contemplating to raise additional funds of Rs. 20,00,000 for setting up a project. The company expects EBIT of Rs. 8,00,000 from the project following alternative plans are available:-

- To raise Rs.20,00,000 by way of equity shares of Rs.10 each.
- To raise Rs.10,00,000 by way of equity shares and Rs.10,00,000 by way of debt @ 10%.
- To raise Rs.6,00,000 by way of equity and rest Rs.14,00,000 by way of preference shares @ 14%.
- To raise - Rs.6,00,000 by equity shares; Rs.6,00,000 by debt @ 10%; Rs.8,00,000 by 14% preference shares.

The company is in 60% tax bracket. Which option is best? [10]

OR

b) Victory Ltd. decided to purchase a machine to increase the installed capacity. The company has four machines under consideration. The relevant details including estimated yearly expenditure and sales are given below. All sales are for cash. Corporate tax rate @33.99% (inclusive of surcharge @10%, deduction cess @2% and secondary & higher education cess @1%) [10]

Particulars	M ₁	M ₂	M ₃	M ₄
Initial investment (Rs. Lacs)	30.00	30.00	40.00	35.00.
Estimated annual sales (Rs. Lacs)	50.00	40.00	45.00	48.00
Cost of production(estd)(Rs. Lacs)	18.00	14.00	16.70	21.00
Economic life (years)	2	3	3	4
Scrap value (Rs. Lacs)	4.00	2.50	3.00	5.00

Calculate payback period.

