

**(DHHM/DBM/DMM/DHRM/
DFM/DIB/DIM/DBFM 01)**

**PG DIPLOMA EXAMINATION, MAY – 2015
COMMON PAPER**

Paper - I : Perspectives of Management

Time : 03 Hours

Maximum Marks : 75

Answer any Five questions from the following

All questions carry equal marks

- 1) Explain the nature and scope of management.
- 2) What are the approaches to the study of management.
- 3) State the merits and demerits of MBO.
- 4) Elucidate the steps involved in decision making.
- 5) Describe the principles of organisation.
- 6) Enumerate the tests employed in the selection of employees.
- 7) Bring out the process of communication.
- 8) Give an account of various styles of leadership.
- 9) Explain the modern techniques of control.
- 10) State the role of manager in the social responsibilities of business.



PG DIPLOMA EXAMINATION, MAY – 2015
FINANCIAL/BANKING & FINANCIAL MANAGEMENT

Paper - II : Accounting for Managers

Time : 03 Hours

Maximum Marks : 75

Answer any Five of the following

All questions carry equal marks

- 1) X Co. Ltd. Offered 3,00,000 equity shares of Rs. 10 each at Rs. 12 per share, payable Rs. 3 on application (including premium of Rs. 2); Rs. 3 on allotment and the balance in two equal instalments at the end of three months and six months from the date of allotment respectively.

Applications for 4,10,000 shares were received by 30.6.2005 and shares were allotted at the rate of 3 shares for every 4 shares applied for on 15.7.2005, and Rs. 30,000 was refunded by 31.7.1992. All amounts due were received on due dates with the exception of the final call on 3,000 shares.

Show the journal entries (including cash) and draw up a Balance Sheet as at 31.3.1993.

- 2) The following is the Balance Sheet of ABC Ltd. As on 31.12.06

Liabilities	Rs.	Assets	Rs.
Equity share capital (20,000) Shares X Rs. 100 each)	20,00,000	Plant and equipment	12,50,000
Retained earnings	5,00,000	Land and Building	5,00,000
Sundry Creditors	4,00,000	Sundry Debtors	4,50,000
Bill payable	1,50,000	Stock	7,00,000
Other current Liabilities	50,000	Bill receivable	1,50,000
		Prepaid insurance	10,000
		Cash	40,000
	<u>31,00,000</u>		<u>31,00,000</u>

State of profit for the year ended 31.12.06.

	Rs.
Sales	50,00,000
(-) COGS	38,50,000
Gross profit	11,50,000
(-) Operating expenses	7,50,000
Net profit	4,00,000
(-) Tax at 40%	1,60,000
Net profit after tax	2,40,000

Calculate

- a) Current ratio
- b) Liquid ratio
- c) Stock turnover ratio
- d) Debtors turnover ratio

- 3) The comparative balance sheet of Doba Company showed the following changes in balance sheet items from 1991 to 1992.

	Rs.
Working capital	1,27,500 increase
Long-term investments	45,000 increase
Land	48,000 increase
Machinery	
(Less accumulated depreciation)	90,000 increase
15% debenture	2,40,000 increase
Share capital	60,000 increase
Reserves and Surplus	10,500 decrease

The following additional data are provided :

- i) Net profit for the year was Rs. 1,57,500
- ii) Accumulated depreciation for 1991 was Rs. 67,500 and for 1992 Rs. 90,000.
- iii) A machine of Rs. 1,12,500 was purchased during the year, depreciation expense for the year was Rs. 22,500.
- iv) A bonus issue of shares of Rs. 60,000 was made during the year.
- v) A cash dividend of Rs. 87,000 was declared and paid during the year.

Prepare a statement of changes in financial position for Doba Company.

- 4) Describe the Indian accounting standards.
- 5) How do you construct Profit and loss account?
- 6) State the accounting procedure for declaration and distribution of dividend.
- 7) Explain the legal requirements relating to auditing.
- 8) What are the methods of inflation accounting?
- 9) Classify costs with examples.
- 10) Examine the managerial uses of break even analysis.



PG DIPLOMA EXAMINATION, MAY – 2015
FINANCIAL/BANKING & FINANCIAL MANAGEMENT

Paper - III : Management of Financial Services

Time : 03 Hours

Maximum Marks : 75

Answer any Five questions

All questions carry equal marks

- 1) Explain the nature and scope of financial services.
- 2) Bring out the regulatory framework relating to financial services.
- 3) Describe the organisation of stock exchanges in India.
- 4) Classify mutual funds with examples.
- 5) What are the post-issue obligations of merchant banks?
- 6) State the sources of financing projects in India.
- 7) Describe the methodology followed by credit rating agencies.
- 8) Distinguish between leasing and hire purchase.
- 9) Elucidate the mechanism involved in factoring.
- 10) What are the features of credit cards.



PG DIPLOMA EXAMINATION, MAY – 2015
BANKING & FINANCIAL MANAGEMENT

Paper - IV : Theory and Practice of Banking in India

Time : 03 Hours

Maximum Marks : 75

Answer any Five questions from the following

All questions carry equal marks

- 1) Explain the role of commercial banks in the economic development of a country.
- 2) State the reforms introduced in the banking sector in the recent past.
- 3) Bring out the changing profile of Indian banking.
- 4) Explain the contribution of commercial banks to industry.
- 5) Discuss the mechanism involved in factoring.
- 6) Critically examine the working of cooperative banks.
- 7) Describe the special kind of relationship between banker and customer.
- 8) State the responsibility of collecting banker.
- 9) What are the precautions that a banker should take while sanctioning loans against life policies?
- 10) Give an account of priority sector advances of commercial banks in India.



PG DIPLOMA EXAMINATION, MAY – 2015

**FINANCIAL/BANKING & FINANCIAL MANAGEMENT/INTERNATIONAL
BUSINESS**

Paper - V : International Financial Management

Time : 3 Hours

Maximum Marks : 75

Answer any Five questions

All questions carry equal marks

- 1) State the dimensions of international financial management.
- 2) What are the institutions involved in international financial system?
- 3) How is exchange rate determined?
- 4) How do you manage accounting exposure in foreign exchange?
- 5) Enumerate the sources of financing foreign trade.
- 6) Elucidate the techniques employed in the international inventory management.
- 7) Examine the objects of regulating foreign exchange.
- 8) State the considerations in international financing decision.
- 9) Describe the finance function in a MNC.
- 10) Explain the assessment of investment proposal at the global level.

