



QP CODE: 25047463



25047463

Reg No :

Name :

M.Sc DEGREE (CSS) EXAMINATION, NOVEMBER 2025

Third Semester

M Sc ACTUARIAL SCIENCE

Core Course - AS010303 - BUSINESS FINANCE

2019 ADMISSION ONWARDS

D81A9AE9

Time: 3 Hours

Weightage: 30

Part A (Short Answer Questions)

*Answer any **eight** questions.*

Weight 1 each.

1. What do you mean by contractual theory?
2. Explain Sole trader.
3. How is a company's accounting profit adjusted to taxable profit?
4. Explain the variations of the basic ordinary shares.
5. Briefly explain why a company might decide to obtain a stock exchange quotation.
6. What do you mean by a scrip dividend?
7. What are the different types of options and its uses?
8. Define currency swaps.
9. Define Budgets.
10. What do you mean by leveraged buyouts?

(8×1=8 weightage)

Part B (Short Essay/Problems)

*Answer any **six** questions.*

Weight 2 each.

11. Analyse the importance of capital budgeting.
12. Explain the role of financial management in an organisation, including both why it is important and why it is difficult.
13. Explain the issues that the trust deed of a bond issued by a company might cover.
14. Analyse the risk, return and marketability of convertibles.





15. Differentiate between Bank loan and Bank overdraft.
16. Explain how futures contracts may be useful to bidding companies during pricing negotiations.
17. Analyse the costs and benefits associated with holding inventory.
18. What are the constraints on growth?

(6×2=12 weightage)

Part C (Essay Type Questions)

*Answer any **two** questions.*

*Weight **5** each.*

19. Analyse how conflicts of interest occur between stakeholders and the organisation.
20. Evaluate the role of underwriting in the issue of shares.
21. Outline the alternative methods of raising finance outside the regular banking system.
22. Evaluate the different methods for financing working capital.

(2×5=10 weightage)

