

**2022/TDC/ODD/SEM/  
COMDSE-502T (A/B)/357**

**TDC (CBCS) Odd Semester Exam., 2022**

**COMMERCE**

**( 5th Semester )**

Course No. : COMDSE-502T

Full Marks : 70

Pass Marks : 28

Time : 3 hours

*The figures in the margin indicate full marks  
for the questions*

Candidates have to answer *either* from  
Option—A or Option—B

**OPTION—A**

Course No. : COMDSE-502T (A)

**( Fundamentals of Financial Management )**

**UNIT—I**

**1. Answer any *four* of the following questions :**

**1×4=4**

**(a) What is financial management?**

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- (b) Mention one functional area of financial management.
- (c) Write one feature of financial management.
- (d) What is bond?
- (e) Define the concept of Risk.

2. Answer any *one* of the following questions : 2

- (a) Name the different methods of measuring risk.
- (b) What is time-value of money?

3. Answer any *one* of the following questions : 8

- (a) Explain the objectives of financial management.
- (b) Explain the functions performed by a financial manager.

#### UNIT—II

4. Answer any *four* of the following questions :

1×4=4

- (a) Define capital budgeting.

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- (b) Why should cash flows be considered after tax?
- (c) Define profitability index (PI).
- (d) Write one objective of capital budgeting.
- (e) What is terminal value method?

5. Answer any *one* of the following questions : 2

- (a) What is payback period?
- (b) Mention two similarities of NPV and IRR.

6. Answer any *one* of the following questions : 8

- (a) GCD Ltd. is planning to purchase a machine costing ₹ 2,50,000. The machine has an expected life of 5 years with zero salvage value. Tax rate of the company is 50%. The firm uses original cost method for providing depreciation. The expected cash flows before tax after

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depreciation (CFBT) from the machine are as follows :

Year	:	1	2	3	4	5
CFBT (₹)	:	50,000	70,000	1,00,000	1,20,000	90,000.

Compute the following :

- (i) Payback period
- (ii) Average rate of return
- (iii) Net present value at 10% discount rate

The following discounted present value factor may be used :

Year	:	1	2	3	4	5
PV Factor @10%	:	0.909	0.826	0.751	0.683	0.621
						2+3+3=8

- (b) Discuss the major steps in the capital budgeting. 8

### UNIT—III

7. Answer any four of the following as directed :  
1×4=4

- (a) Trading on equity is also known as \_\_\_\_\_, when it is positive.  
(Fill in the blank)

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- (b) The capital structure of a company is made debt and \_\_\_\_\_.  
(Fill in the blank)
- (c) Debit is cheaper than equity.  
(Write True or False)
- (d) Equity shareholders get the interest.  
(Write true or false)
- (e) What is cost of capital?

8. Answer any one of the following questions : 2

- (a) Mention two differences between operating leverage and financial leverage.
- (b) Mention two features of sound capital structure.

9. Answer any one of the following questions : 8

- (a) Discuss the various factors affecting the capital structure of a concern.
- (b) The expenditure of ₹ 60,00,000 was planned by ABC Ltd. for its expansion.

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The relevant information of the company is as follows :

Number of existing  
equity shares—1000000

Market value of  
existing shares—₹ 60

Net earnings—₹ 90,00,000

Calculate the cost of existing capital. If the new shares are issued at ₹ 55 (assumed) and the cost of issue of share is considered to be ₹ 5, then calculate the cost of new equity capital.

## UNIT—IV

10. Answer any *four* of the following as directed :

1×4=4

(a) 'Bird-in-hand' argument is developed by \_\_\_\_\_.

(Fill in the blank)

(b) Unclaimed dividend is \_\_\_\_\_ of the company.

(Fill in the blank)

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(c) Premium received in cash is a source of bonus issue.

(Write True or False)

(d) Payment of dividend in cash is a source of bonus issue.

(Write True or False)

(e) What is dividend payout ratio?

11. Answer any *one* of the following questions : 2

(a) Write two importances of dividend policy.

(b) Write two assumptions of Gordon's model.

12. Answer any *one* of the following questions : 8

(a) Explain the factors affecting the dividend policy of a company.

(b) Explain the Walter's model of dividend along with its assumptions and shortcomings.

## UNIT—V

13. Answer any *four* of the following as directed :

1×4=4

(a) What is meant by working capital?

(b) In ABC analysis, C stands for \_\_\_\_\_.

(Fill in the blank)

( 8 )

- (c) A cash budget is an estimate of cash \_\_\_\_\_ and cash \_\_\_\_\_.

(Fill in the blanks)

- (d) Inventory management does not include management of work-in-progress.

(Write True or False)

- (e) The EOQ model attempts to minimize the total cost of the holding inventory.

(Write True or False)

14. Answer any *one* of the following questions : 2

- (a) Mention the different kinds of working capital.
- (b) Write two objectives of working capital management.

15. Answer any *one* of the following questions : 8

- (a) Explain the different sources of working capital finance.
- (b) A firm is projecting sales of 50000 units next year. Sale price will be ₹ 20 per unit. Raw material cost, labour cost and overhead cost are estimated to be 25%, 20% and 30% respectively. Raw materials remain in stock on an average for 2 weeks, work-in-progress for 1 week and finished goods for 3 weeks. Debtors

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are allowed 1 month credit while suppliers give 6 weeks credit. 25% of sales are on cash basis, 10% margin is kept for contingencies.

Prepare a statement showing funds to be arranged for working capital requirement.

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## OPTION—B

Course No. : COMDSE-502T (B)

( Indirect Tax Law )

## UNIT—I

1. Answer any *four* of the following as directed :  
1×4=4

- (a) What is tax?
- (b) Define indirect tax.
- (c) UGST is applicable on supplies made from \_\_\_\_\_. (Union Territory/State)  
(Choose the correct option)
- (d) GST was introduced in Jammu and Kashmir w.e.f. \_\_\_\_\_. (01.08.2017 / 01.07.2017 / 01.01.2018 / 08.07.2017)  
(Choose the correct option)
- (e) Mention one drawback of GST.

2. Answer any *one* of the following questions : 2

- (a) Explain the concept of GST.
- (b) What are different types of GST registration?

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3. Answer any *one* of the following questions : 8

- (a) Explain in detail the comprehensive structure of GST in India. 8
- (b) Discuss the constitutions of GST Council. Explain the essentials of meeting of GST Council. 4+4=8

## UNIT—II

4. Answer any *four* of the following questions :  
1×4=4

- (a) Which tax is levied on imports in GST?
- (b) What is taxable event in GST?
- (c) What is lease?
- (d) What does Time of Supply determine?
- (e) What is Value of Supply?

5. Answer any *one* of the following questions : 2

- (a) Explain the concept of Levy of Tax.
- (b) Explain the two important features of services under GST.

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6. Answer any *one* of the following questions : 8

(a) Discuss the rules for determination of Time of Supply of goods under GST. 8

(b) What is Place of Supply? What is the relevance and need for determining Place of Supply? 2+6=8

## UNIT—III

7. Answer any *four* of the following questions : 1×4=4

(a) Define input tax.

(b) What is TCS?

(c) Who is eligible for input tax credit?

(d) What is tax credit example?

(e) What is credit on capital goods?

8. Answer any *one* of the following questions : 2

(a) Explain the concept of inter-State supply under GST.

(b) Explain payment of tax under GST.

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9. Answer any *one* of the following questions : 8

(a) What is TDS? Discuss the various provisions of TDS. 2+6=8

(b) What is Apportionment of Input Tax? Discuss the provisions of Apportionment of Credit under Section 17 of GST. 2+6=8

## UNIT—IV

10. Answer any *four* of the following questions : 1×4=4

(a) Mention one objective of audit under GST.

(b) What is an offence?

(c) Define e-filing of GST.

(d) Mention one feature of Appeal.

(e) State one compensation benefit.

11. Answer any *one* of the following questions : 2

(a) Define taxability of e-commerce.

(b) What are the different types of audit under GST?

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**12. Answer any one of the following questions : 8**

- (a) Define Assessment. Discuss the various types of Assessment. 2+6=8
- (b) Write a detailed note on State Compensation Mechanism. 8

## UNIT—V

**13. Answer any four of the following questions : 1×4=4**

- (a) Define the Customs Act.
- (b) What is an example of Customs Law?
- (c) What are the duties under the Customs Act?
- (d) State one important feature of Customs Duty.
- (e) Define bill of entry.

**14. Answer any one of the following questions : 2**

- (a) Define the Customs Tariff Act.
- (b) What are the objectives of the Customs Act?

**15. Answer any one of the following questions : 8**

- (a) What do you mean by customs duty? Explain the principles governing levy of customs duty. 2+6=8

( 15 )

- (b) Define notified and specified goods. Discuss briefly the provisions regarding notified and specified goods. 2+6=8

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