

TILAK MAHARASHTRA VIDYAPEETH, PUNE
MASTER OF COMMERCE (M.COM)

EXAMINATION: MAY - 2026

FIRST SEMESTER

Sub: Financial Management (MCA-112/MCA24-106)

Date: 20/05/2026

Total marks: 60

Time: 10.00am to 12.30pm

Instruction: 1) All questions are compulsory.

2) Figures to the right indicate full marks._

Q. 1 Answer the following questions. (Attempt any two) (32)

1. Explain the spontaneous sources of Financing current Assets
2. Explain Modigliani Miller Approach (MM) in detail
3. The following information is available of a firm during a period of 12 months.
Sales 48,00,000
Selling price per unit Rs. 10
Variable Cost Rs. 7
Total cost Rs. 9
Credit period allowed to customer 1 month
Credit period is to be extended from 1 month to 2 month it will increase the sales by 25%
Return on investment 25%. Suggest Policy to credit.
4. Calculate Degree of operating leverage Financial leverage and combined leverage.
Output in units 30000
Fixed Cost 28000
Variable cost per unit 1.50
Interest on Borrowed Funds 16000
Selling price per unit 5.00

Q.2 Answer the following questions. (Attempt any two) (16)

1. Explain short term finance.
2. Explain Security & Letter of Credit.
3. Discuss Financial leverage.
4. Discuss long term strategy.

Q.3 Write short notes. (Attempt any three) (12)

1. Cash Credit
2. Pledge
3. Cash discount
4. EBIT
5. Planning System
6. Agency theory