SAINTS COLLEGE LIBRARY TRIVANDRUM

(Pages : 3)

E – 3414

Reg. No. : .....

Name : .....

Fourth Semester B.Com. Degree Examination, July 2018

First Degree Programme Under CBCSS

Elective Course – II : Stream – I : Finance

CO 1461.1 : PROJECT FINANCE

(2013 Adm. Onwards)

Time : 3 Hours

Max. Marks : 80

SECTION – A

Answer **all** questions to a maximum of **two** sentences **each**. **Each** question carries **1** mark :

1. What is venture capital ?
2. UTI was set up on _____
3. What do you mean by public deposits ?
4. Mention two advantages of ARR.
5. Name two statistical methods of demand forecasting ?
6. What is project life cycle ?
7. Define capital budgeting.
8. What are developmental banks ?
9. How is Profitability Index calculated ?
10. Give two examples of non-industrial projects.

(10x1=10 Marks)

P.T.O.

SECTION – B

Answer **any eight** questions in **not** exceeding **one** paragraph **each**. **Each** question carries **2** marks :

11. What do you mean by operational phase in project life cycle ?
12. What is lease financing ?
13. List the factors to be considered in location study.
14. Explain the need for retained earnings.
15. Mention the demerits of IRR.
16. Differentiate between Business risk and Financial risk.
17. What is sensitivity technique ?
18. How are projects classified on the basis of the sectors ?
19. Examine the consequences of over-estimated project cost.
20. Distinguish between ownership capital and borrowed capital.
21. What is deferred credit ?
22. What are the major functions of SFC ? **(8×2=16 Marks)**

SECTION – C

Answer **any six** questions in **not** exceeding **120 words each**. **Each** question carries **4** marks :

23. Discuss briefly the need based classification of projects.
24. Discuss the commercial aspects of a project.
25. Narrate the merits and demerits of payback period method.
26. What are the different sources of project ideas ?

27. Explain the survey method of demand forecasting.

28. Describe Monte Carlo simulation technique.

29. Write a note on Break-even Chart.

30. Comment on the schemes of LIC.

31. What is project cost ? List the components of project cost. **(6×4=24 Marks)**

SECTION – D

Answer **any two** questions in **not** exceeding **4 pages each**. **Each** question carries **15** marks :

32. Explain the functions and working of IDBI.

33. What are the contents of a project report ?

34. What do you mean by project financing ? Explain the different sources of funding.

35. Explain the different types of project classification. **(2×15=30 Marks)**
