

Roll No. ....

**MMS/D09**  
**Financial Decision Analysis**  
**Paper: FM- 301**

6208

Time: Three Hours]

[Maximum Marks: 70

Note:- Attempt FIVE questions. QNo.1 is compulsory.

1. Explain the following:

- (a) Bird in hand argument
- (b) Break even point
- (c) Hostile takeover
- (d) Swap ratio
- (e) Debt equity ratio
- (1) Escrow account
- (g) Core current assets.

2x7=14

2. How is regression analysis facilitates financial decision analysis? Explain.

14

3. What is corporate debt capacity management? Explain in detail.

14

4. Explain evaluation of capital expenditure decisions under risk and uncertainty.

14

5. Write notes on the following:

- (i) Legal and procedural aspects of merger decisions
- (ii) Determinants of Exchange ratio.

7+7

6. What is multiple discriminant analysis? How adequate is this analysis to predict business failures?

4+ 1 0

7. Discuss dividend valuation models. Which model adequately explains the valuation of shares?

10+4

8. Write a comprehensive note on the estimation and projection of working capital decisions.

10+4

