

**BBA Semester VI (Honours) Examination, 2021**  
**Subject: Financial Market and Financial Statement Analysis**  
**Paper: AF 6.3**

**Time- 3 Hours**

**Full Marks: 80**

The figures in the margin indicate full marks.  
 Candidates are required to give their answers in their own words  
 as far as practicable.

**Group A**

Answer any *six* questions:

5 x 6= 30

1. What are the utility of ratio analysis?
2. What are the benefits of depository system?
3. Distinguish between money market and capital market.
4. Write a short note on 'Trend Analysis'.
5. Discuss the merits of listing of securities.
6. Explain the functions of financial institutions.
7. Write a short note on 'Hybrid Debt Instruments'.
8. Discuss any one method of computing the stock indices.

**Group B**

Answer any *five* questions:

10x5= 50

9. Explain the structure of Indian money market.
10. Narrate the various types of capital market instruments.
11. Discuss the different methods of issue of stocks in new issue market.
12. Discuss the nature and limitations of financial statement.
13. From the following Balance Sheet, calculate (i) Current Ratio (ii) Liquid Ratio (iii) Proprietary Ratio and Debt-Equity Ratio and add your brief comments:

Balance Sheet (Rs. '000)

Liabilities	Rs.	Assets	Rs.
Equity Share Capital	80	Building	100
Pref. Share Capital	70	Plant	160
Reserves	40	Long – Term Investment	50
12% Debentures	120	Stock	40
Bank Overdraft	30	Debtors	25
Creditors	25	Bills Receivables	15
Bills Payable	35	Cash	10
	400		400

14. Give the format of preparing Cash Flow Statement as per Ind AS-7.
15. Briefly discuss the different types of financial statement analysis.