

Name:
Enrolment No:



UPES
Supplementary Examination, December 2023

Course: Law on Corp. Finance Sec & Unsec. (Hons3)
Program: BBA LL.B (Hons.) (Corporate Law)
Course Code: CLBN4002

Semester: VII
Time: 03 hrs.
Max. Marks: 100

Instructions: Base your answers on the relevant laws, regulations and market-conditions.

SECTION A

S. No.		Marks	CO
1.	What is capital budgeting?	2	CO1
2.	What is time value of money?	2	CO2
3.	Explain wealth maximization.	2	CO3
4.	Explain profit maximisation.	2	CO2
5.	List steps in capital budgeting process.	2	CO3

SECTION B

6.	Write a note on objectives of corporate finance.	5	CO2
7.	Explain various instruments of corporate financing.	5	CO2
8.	Explain floating charge.	5	CO3
9.	Distinguish between share capital and corporate finance.	5	CO3

SECTION-C

10.	“All investments made by a company must be held in its own name”. Explain the rule with exceptions.	10	CO3
11.	Analyse the role of a financial manager in capital budgeting.	10	CO3

SECTION-D

12.	ABC Ltd. borrowed rupees hundred crore from Delta, without the authority conferred on it by the Articles of Association. Later, the money borrowed by	25	CO4
-----	---	-----------	-----

	<p>ABC Ltd. was used by the Board of Directors to pay off lawful debts of the company.</p> <p>In this scenario, Delta, the lender seeks your advice for recovery of his money. Advise Delta.</p>		
13.	<p>A company created a charge on its assets in favour of A Bank Ltd. on 1st October, 2023. This charge was filed with the ROC on 10th October, 2023. The ROC issued certificate of registration of charge on 15th October, 2023.</p> <p>The same company also created charge on the same assets in favour of B Bank Ltd. On 9th October, 2023 and filed the charge with the ROC on 10th October, 2023. The ROC issued certificate of registration of charge on 12th October, 2023.</p> <p>Which bank will have priority in recovering dues by disposing the assets? Prescribe the legal process with reasoning.</p>	25	C04