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**GANDHI INSTITUTE OF ENGINEERING AND TECHNOLOGY UNIVERSITY, ODISHA, GUNUPUR
(GIET UNIVERSITY)**



Ph.D. (First Semester-Winter) Examinations, June - 2025
23WPPEMB1013 - Advanced Financial Management
(Management)

Time: 3 hrs

Maximum: 70 Marks

The figures in the right hand margin indicate marks.

Answer ANY FIVE Questions.**(14 x 5 = 70 Marks) Marks**

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| 1.a. Describe your understanding of the securities market in detail. | 7 |
| b. Discuss the various types of securities markets with suitable examples. | 7 |
| 2.a. Provide a detailed explanation of the concept of Beta in relation to an asset. | 7 |
| b. Explain the concept of stock market indices and mention some of the major indices used in financial markets. | 7 |
| 3.a. Elaborate on the Net Income approach to capital structure and mention the individual who proposed this theory. | 7 |
| b. Discuss the Traditional approach of capital structure with emphasis on its assumptions and implications. | 7 |
| 4.a. Define the concept of credit rating and analyse the reasons behind its existence in financial markets. | 7 |
| b. Examine the role and functions of credit rating agencies and explain how these agencies help determine the creditworthiness of a company. | 7 |
| 5.a. Illustrate the different methods used in capital budgeting and describe how they assist in investment decision-making. | 7 |
| b. Analyse the importance of capital budgeting decisions for a firm and their impact on long-term growth. | 7 |
| 6.a. Explain the process of estimating economic gains and costs involved in mergers, including relevant financial parameters. | 7 |
| b. Provide a detailed discussion on the quantitative factors considered during mergers and acquisitions. | 7 |
| 7.a. Describe the twin balance sheet problem and assess its impact on the economy. | 7 |
| b. Explain the concept of benchmarking in business and elaborate on its advantages and strategic benefits. | 7 |
| 8.a. Discuss the nature of junk bonds and evaluate their benefits and drawbacks from an investor's perspective. | 7 |
| b. Present an explanation of Off-Balance Sheet Financing (OBSF) along with appropriate examples to illustrate its usage. | 7 |

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