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Reg. No. : .....

**D 2083**

**Q.P. Code : [D 07 PMC 06]**

(For the candidates admitted from 2007 onwards)

**M.Com. DEGREE EXAMINATION, MAY 2014.**

**Second Year**

**Commerce**

**Paper VI — INTERNET AND E-COMMERCE**

**Time : Three hours                      Maximum : 100 marks**

**Answer any FIVE questions.**

**Each question carries 20 marks.**

1. Explain the advantages and disadvantages of electronic commerce.
2. Explain the common classification of electronic commerce.
3. Describe the security policy, procedures and practices related to the Business on Internet.
4. Explain the factors included in designing E-Payment systems.

5. Discuss the various frauds in the Internet and also state the ways of handling it.
  6. Is wireless an application software? Write the different types of wireless devices.
  7. Explain the relative pros and cons of on line transactions.
  8. Discuss the causes and effects of Internet frauds. How it can be controlled?
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Reg. No. : .....

**D 2084**

**Q.P. Code : [D 07 PMC 07]**

(For the candidates admitted from 2007 onwards)

M.Com. DEGREE EXAMINATION, MAY 2014.

Second Year

Commerce

**FINANCIAL AND INVESTMENT MANAGEMENT**

Time : Three hours

Maximum : 100 marks

Answer any FIVE questions.

Each question carries 20 marks.

1. Explain the steps involved in the investment process.
2. Describe the various functions of stock exchange.
3. Explain the factors to be considered under economic analysis.
4. Ventak buys Rs. 30,000 of stock X and sells short Rs. 10,000 of stock Y, using all of the proceedings to buy more of stock X. the correlation between the two securities is 0.45. The expected returns of stock X and Y are 15% and 10% with the standard deviation of 10% and 12 % respectively. What are the expected return and standard deviation of Ventak's portfolio?

5. Modern Outlook Ltd. (MOL), a small manufacturing firm, is considering whether to acquire the use of a machine. After evaluation the equipment offered by seven different manufacturers, it came to the conclusion that 'Z' was the most suitable machine for its needs. Consequently, it had asked the manufacture's sales personnel to provide information on the alternative financing plans available through their financing subsidiary. The subsidiary presented two alternatives, the details of which are given below.

**Alternative I** was to lease the 'Z' equipment for 7 years, which was the machine's expected useful life. The annual lease payments would be Rs. 14,700 and would include service and maintenance. Lease payments would be due at the beginning of the year, and would be fully tax-deductible.

**Alternative II** would be to purchase the 'Z' equipment through 100% loan from the financing subsidiary. The cost of the machine is Rs. 50,000. It would take seven annual payment of Rs. 9,935 each to repay the loan of Rs. 50,000. Payments would be made at the end of each year.

The MOL's marginal tax rate is 44%. It has been estimated that the equipment has salvage value of Rs. 1,000. The company plans to depreciate the equipment by using the straight-line method. The service and maintenance would cost Rs. 3,700 annually.

You are required to advise the company on the suitability of the alternative plans, assuming that the rate of interest is 9% per annum.

Notes:

(a) The annuity factor for Re. 1 at 9% for 7 years is Rs. 5.033

(b) The relevant PV factors for Re. 1 at 9% are:

Year	0	1	2	3	4	5	6	7
PVF	1.00	.852	.907	.864	.823	.784	.746	.711

(c) PV factor for Salvage Value = Re. 0.452.

6. Describe the code of conduct of merchant bankers.
7. Explain the basis for selection of investment in mutual fund schemes.
8. Describe the benefits of credit rating.

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Reg. No. : .....

D 2085

Q.P. Code : [D 07 PMC 08]

(For the candidates admitted from 2007 onwards)

M.Com. DEGREE EXAMINATION, MAY 2014.

Second Year

Commerce

Paper VIII — BUSINESS ENVIRONMENT

Time : Three hours

Maximum : 100 marks

Answer any FIVE questions.

All questions carry equal marks.

1. Examine the nexus between business and culture. How much of assimilation and resilience of culture is needed for a global business unit?
2. External environment provides opportunities and threats while internal environment of a firm decides its strengths and weaknesses. Comment.
3. Compare and contrast features of Private, Joint, Cooperative and Public sectors.

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Reg. No. : .....

D 2086

Q.P. Code : [D 07 PMC 09]

(For the candidates admitted from 2007 onwards)

M.Com. DEGREE EXAMINATION, MAY 2014.

Second Year

Commerce

DIRECT TAXES

Time : Three hours

Maximum : 100 marks

Answer any FIVE questions

Each questions carries 20 marks.

1. What are the different categories of assesseees according to their residential status? How this status is determined?
2. Miss Ginuia is employed with a software company at Hyderabad. She received following incomes during the year ending 31-3-2012. Calculate her income from salary.

Basic salary ₹ 15,000 p.m

D.A (forming part of pay for super annuation benefits)- 30% of basic salary.

She gets house rent allowance at the rate of ₹ 2,000 p.m

Assessment Year	Assessment years			
	2009-10	2010-11	2011-12	2012-13
Business	₹	₹	₹	₹
Agency (discontinued from 1.6.2011)	(-) 20,000 C/F	(-) 30,000 C/F	(-) 1,00,000 C/F	(-) 10,000
Interest on securities (held as stock – in-trade)	-	-	-	(+) 20,000
Garment dealing	-	-	-	(+) 1,00,000

Loss of Agency business relating to assessment year 2003-04 which still remains to be adjusted is ₹. 45,000. Compute his total income for the assessment year 2012-13.

7. Describe the powers of settlement commission to order provisional attachment to protect revenue.
8. Explain the procedure for settling case through settlement commission.



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**D 2087**

**Q.P. Code : [D 07 PMC 10]**

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M.Com. DEGREE EXAMINATION, MAY 2014.

Second Year

Commerce

**INTERNATIONAL BUSINESS**

Time : Three hours

Maximum : 100 marks

Answer any FIVE questions.

All questions carry equal marks.

(5 × 20 = 100)

1. Explain the theoretical and practical methods of correcting adverse CAD.
2. Foreign trade immensely contributes to global development through free movement of goods as well as factors of production. Discuss.
3. Explain the provisions of Dumping and anti-dumping as per WTO.
4. External Commercial Borrowing and Equity Market mobilizations exceed financing by multilateral institutions like WB, IMF and their affiliates. Examine.

5. Explain the top 10 export items and top ten export destination countries of India's exports in the decade 2002-2012.
  6. Explain the trend, prospects and problems of India's service exports.
  7. Exchange rate fluctuations are more caused by capital flows rather than trade flows. Discuss.
  8. Explain the current trend in the external value of Rupee against major convertible currencies.
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