General Instructions:
i) Answer to the questions carrying 1 mark may be one word to one sentence.
ii) Answer to the questions carrying 3 marks may be from 50-70 words.
iii) Answer to the questions carrying 4-5 marks may be of about 150 words.
iv) Answer to the questions carrying 6 marks may be of about 200 words.
v) Attempt all parts of question together.

1. When is Laissez - Faire leadership effective?
2. Give two motives which activates individual to work.
3. Explain the following Money Market instruments.
a) Call Money
b) Certificate of deposit
4. How do the following affect the financial decision?
a) Cost
b) Risk
c) Cash Flow Position.
5. State any four functions of Stock Exchange.
6. What are the methods of floatation in primary market
7. Explain how controlling helps in "Achieving better coordination" and "better planning".
8. A businessman who wants to start a manufacturing concern approaches you to suggest him whether the following manufacturing concerns would require large or small working capital.
a) Sugar
b) Motor car
c) Shirts
d) Furniture manufacture against order.
9. "Determination of Capital Structure of a company is influenced by a number of factors". Explain any five such factors.
10. In a readymade garments manufacturing unit, there are five workers, every worker is expected to make 25 garments a week. At the end of the week it is noticed that Mohan could make 30 clothes, Shyam could make 28 clothes, and Sohan could make 23 clothes. Ram was able to make 25 clothes and Dinesh could make 29 clothes.
What are deviations (positive and negative) in each case?
11. "There are some barriers in communications which are concerned with organizational structure and rules and regulations". State any such three barriers.
