

Roll No.

Total No. of Pages : 01

Total No. of Questions : 08

Ph.D in Faculty of Management  
**ACCOUNTING AND FINANCE**

M.Code : 77348

Time : 3 Hrs.

Max. Marks : 100

**INSTRUCTIONS TO CANDIDATES :**

1. Attempt any FIVE questions out of EIGHT question.
2. Each question carry TWENTY marks.

1. What are the forms of efficient market hypothesis? Is the stock market efficient? Discuss.
2. How can risk of a security be calculated? Explain your answer with the help of an example.
3. What are derivatives? Why do companies hedge risk using derivatives?
4. Using CAPM, how would you calculate the cost of Equity? Show that the leveraged firm's cost of equity requires compensation for both the business risk and financial risk.
5. What is the portfolio theory? Explain the assumptions and principles underlying the portfolio theory.
6. What is the difference between the pooling of interest and purchase methods of accounting for mergers? Illustrate your answer.
7. Write a detailed note on various suggestions for improvement in financial reporting.
8. Describe the main obstacles in the harmonization of company annual reports at the international level.

**NOTE : Disclosure of Identity by writing Mobile No. or Making of passing request on any page of Answer Sheet will lead to UMC against the Student.**