Readers Resource/ Corporate Finance/ Ross, Westerfield, Jaffe & Kakani/ 8<sup>th</sup> Edition/ Special Indian Edition/ McGraw Hill /2009 \*Chapter 16 Solution to Questions, Problems & Mini-Cases\*

# **Chapter – 16: Capital Structure: Limits to the Use of Debt**

# **Mini Case section**

## RANKING COMPANIES FOR LENDING!!

### Case hint:

Please look at the relevant theories in the field of finance such as pecking order theory, m-m's irrelevance theory, etc. Try combining it with a few practical observations about each player in terms of their corporate characteristics (and not just limiting yourself to financial numbers).

# **Mini Case section**

# CAPITAL STRUCTURE LESSONS IN GODS OWN COUNTRY!!

### Case hint:

A few relevant readings to crack this case would be -

- (a) The box in section 16.9 titled 'capital structure of Indian companies vis-à-vis global companies';
- (b) Table 16.3a along with relevant text portions; and
- (c) 'Determinants of capital structure in India'