MS-109

Financial Management/वित्तीय प्रबंध

Master of Business Administration (MBA/DIM-16/17)

2nd Semester, Examination June 2022

Time: 2 Hours　　　　　　　　　　Max. Marks: 80

Note : This paper is of Eighty (80) marks divided into two (02) Sections A and B. Attempt the questions contained in these sections according to the detailed instructions given therein.

Section – A

(Long Answer – type questions)

Note: Section 'A' contains Five (05) long-answer-type questions of Twenty (20) marks each. Learners are required to answer any two (02) questions only.

[2 x 20 = 40]

Q.1.　What do you understand by dividend policy? Discuss the factors affecting dividend policy of firm.

P.T.O.

Q.2. Define operating cycle in the context of working capital management. Explain important factors affecting the requirement of working capital in a company.

Q.3. Define capital structure. Explain the role of EBIT-EPS analysis in determination of capital structure of a firm.

Q.4. What are the various techniques of capital budgeting? Explain any two discounted cash flow (DCF) techniques of capital budgeting.

Q.5. Critically examine Modigliani-Miller theory of dividend policy and explain its relevance in dividend policy determination.

Section – B
(Short-answer-type questions)

Note: Section 'B' contains Eight (08) short-answer-type questions of Ten (10) marks each. Learners are required to answer any Four (04) questions only.

[4 x 10 = 40]

Q.1. Discuss the characteristics of debentures.
Q.2. Explain the concept of systematic and unsystematic risk.   P.T.O.

Q.3. Describe working capital policies related to level of and financing of current assets.

Q.4. Illustrate 'payback period' method of capital budgeting.

Q.5. Define cost of capital. How would you determine the cost of preference capital.

Q.6. Discuss Net Operating Income (NOI) approach of capital structure.

Q.7. What are the various motives of holding cash in an organization?

Q.8. Explain profit maximisation objective of financial management and bring out its shortcomings.