Enrolment No.: ....

School of Development Studies

MBA Development Management

Batch-3rd (2023-2025)

First Year, Term 2 End Term Examinations, January 2024

CC – 611 Financial Management

Time - 3 Hour **Maximum Marks: 50 (Minimum Marks: 20)**

Instructions to students:

- **This question paper contains 1 printed page.**
- **Don't write anything on the Question Paper except writing your Enrolment No.**

Part A

(Maximum Marks: 5)

Q1. Answer in one word / one line / state True & False, as applicable for the following (1 mark each):

(a). Equity means ______________________________ .

(b). Is profit a liability?

(c). Prepaid Rent is a nominal A/C?

(d). NPV stands for ______________________________ .

(e). Depreciation is ______________________________ .

Part B

(Maximum Marks: 15)

Answer the following questions, in brief.

Q2. Examine the objectives of Financial Management while examine the contemporary business environment. (5)

Q3. Define Assets &Liabilities. Why are they always equal? Also explain attributes of fixed assets. (5)

Q4. What do you mean by ratio Analysis? Examine Solvency &profitability Ratio. (5)

Part C

(Maximum Marks: 30)

Answer the following questions, in detail.

Q5. What do you mean by leverage? Explain while discussing operating, financial & combined leverage. (10)

Q6. Explain the concept of Capital Structure. What is NI approach? Examine. (10)

Q7. Explain the concept of working capital. Discuss the factors affecting working capital. What is aggressive, conservative & moderate policy? (10)