

**YMCAUST, May 2018**  
**MBA II SEMESTER**  
**Financial Management (MBA/112)**

Time: 3 Hours

Max. Marks:60

- Note: 1. It is compulsory to answer all the questions (2 marks each) from Part -1. Answer all questions of Part-1 in short.  
2. Answer any four questions (10 marks each) from Part -2 in detail.  
3. Different parts of the same question are to be attempted adjacent to each other.

**PART -1**

- Q1 (a) What are the objectives of financial management? (2)  
(b) What is weighted average cost of capital? (2)  
(c) What is Capital structure? (2)  
(d) What is operating leverage? (2)  
(e) What are various motives of holding inventory? (2)  
(f) Explain EOQ. (2)  
(g) Differentiate between equity shares and preference shares. (2)  
(h) What is retained earning? (2)  
(i) Explain various types of dividends. (2)  
(j) Explain the concept of future value of money (2)

**PART -2**

- Q2 Define receivable management. Explain various considerations in receivable management. (10)
- Q3 Define working capital. Explain various factors affecting requirement of working capital in any manufacturing unit. (10)
- Q4 Explain the meaning of financial management. Also explain various functions performed by finance manger of an MNC. (10)
- Q5 Explain various techniques of capital budgeting in detail with the help of example. (10)
- Q6 Explain EBIT/EPS analysis in detail with the help of example. (10)
- Q7 Define dividend. Explain Walter model of dividend with the help of suitable example. (10)

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