

Roll No.

Total Pages : 3

332203

May, 2019
MBA II SEMESTER
Corporate Finance (MB-113)

[Max. Marks : 75]

Time : 3 Hours]

Instructions :

1. *It is compulsory to answer all the questions (1.5 marks each) of Part-A in short.*
2. *Answer any four questions from Part-B in detail.*
3. *Different sub-parts of a question are to be attempted adjacent to each other.*

PART-A

1. (a) Define Financial Management. (1.5)
- (b) How financial management is related with marketing? (1.5)
- (c) What is risk adjusted discount rate? (1.5)
- (d) Give any one implication of the concept of time value of money. (1.5)
- (e) Why investment decisions are important for a firm? (1.5)
- (f) Differentiate between traditional and modern method of capital budgeting. (1.5)

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- (g) What is capital structure mix? (1.5)
- (h) Define Leverage. (1.5)
- (i) What is receivable management? (1.5)
- (j) What is Economic Order Quantity? (1.5)

PART-B

- 2. (a) How traditional approach and modern approach is different from the point of objective of financial management? Explain. (10)
- (b) What are the different sources of Long term finance? (5)

- 3. (a) Is there any cost of retained earnings? If yes, what is the cost of retained earnings? If no, Justify? (5)
- (b) Explain any three method of Capital Budgeting in detail and with example. (10)

- 4. What are the main determinants of dividend policy? Explain any two models of dividend policy in detail. (15)

- 5. (a) Name any three techniques of inventory management, Explain any one. (5)
- (b) What is Working Capital management? What are the main determinants of working capital requirements? (10)

- 6. (a) Explain weighted average cost of capital with example. (5)
- (b) How traditional theory of capital structure is different form Net Income theory of capital structure? (10)

- 7. What is the scope of financial management? What important functions financial managers need to perform? (15)