## **BBA-13**

# June - Examination 2016

## **BBA Pt. III Examination**

### **Financial Management**

### Paper - BBA-13

Time : 3 Hours ]

[ Max. Marks :- 80

**Note:** The question paper is divided into three sections A, B and C. Write answer as per the given instructions.

Section - A  $8 \times 2 = 16$ 

(Very Short Answer Type Questions)

- **Note:** Answer **all** questions. As per the nature of the questions you delimit your answer in one sentence up to 30 words. Each question carries 2 marks.
- 1) (i) State any two characteristics of Financial Management.
  - (ii) What do you mean by Liquidity?
  - (iii) Define capital structure.
  - (iv) What is cash flow statement?
  - (v) What is meant by Inventory Management?
  - (vi) What is marginal cost of capital?

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(vii) What is Equity share?

(viii) Define working capital

#### Section - B

 $4\times8=32$ 

(Short Answer Type Questions)

- **Note:** Answer **any four** questions. Each answer should not exceed 200 words. Each question carries 8 marks.
- 2) State objectives of Financial Management.
- 3) Write the importance of financial analysis.
- 4) What are the main objectives of fund flow statement?
- 5) Discuss the various types of temporary working capital.
- 6) Explain the importance of Ratio Analysis.
- 7) What are the objectives of cash management?
- 8) Explain the utility of cost of capital
- 9) Differenciate between equity share and preference share.

Section - C $2 \times 16 = 32$ (Long Answer Type Questions)

- **Note:** Answer **any two** questions. Each answer should not exceed 500 words. Each question carries 16 marks.
- Discuss the utility and importance of financial statements for the various parties interested in a business concern. And also discuss the limitations of financial statements.

- 11) Explain the meaning of working capital. Explain different techniques or methods used for estimating the working capital requirement.
- 12) Define cost of capital. How will you determine the cost of capital from different sources?
- 13) Examine the factors determining the dividend policy of a company.