

# BBA-13

## December - Examination 2025

### BBA (Part III) Examination

#### FINANCIAL MANAGEMENT

#### Paper : BBA-13

[Time: 3 Hours]

[Maximum Marks: 70]

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

#### Section-A

7×2=14

#### (Very Short Answer Type Questions)

**Note :-** Answer **all** questions. As per the nature of the question delimit your answer in one word, one sentence or maximum up to **30** words. Each question carries **2** marks.

1. (i) Define financial management.
- (ii) Two importance of financial statements.
- (iii) Formula of B.E.P. (Break-Even Point).
- (iv) Discuss Solvency Ratio.
- (v) Meaning of Fund Flow Statement.
- (vi) What is Cash Flow Statement?
- (vii) Two advantages of Working Capital.

#### Section-B

4×7=28

#### (Short Answer Type Questions)

**Note :-** Answer **any four** questions. Each answer should not exceed **200** words. Each question carries **7** marks.

2. Explain objectives of Inventory Management.
3. Discuss about motives of holding cash.
4. Explain the classifications of Cost of Capital.
5. What are the characteristics of Capital Budgeting?
6. What do you understand by dividend?
7. "Financial leverage is two-edged sword". How?
8. Define Capital Structure and explain its features.
9. What are Term Loans? Explain.

**Section-C**

**2×14=28**

**(Long Answer Type Questions)**

**Note :-** Answer **any two** questions. You have to delimit your each answer maximum up to **500** words. Each question carries **14** marks.

10. Define analysis of Financial Statement. Explain its objectives.
11. What is Fund Flow Statement? Explain the importance and limitations of Fund Flow Statement.
12. Explain the problems faced in determining the Cost of Capital. How is it relevant in Capital Expenditure decisions?
13. What is Eurocurrency Loan? Why do firm go for such a loan?

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