

Total No. of Questions 13]

Roll No.

[Total No. of Printed Pages 3

DW-405

**M.B.A. (Gen.Mgt./Mkt. Mgt./Hum. Res. Mgt./
Fin. Mgt./Mkt. & Sales Mgt./Fin./Mkt.) (F.T.)**

(Reg./Ex.) IInd Semester

Examination, 2022

Financial Management

Paper - 203

Time : 3 Hours]

[Maximum Marks : 80

Note :- Attempt all the questions.

SECTION - 'A'

Short Answer Type Questions

4×8=32

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P.T.O.

Note :- Attempt any four questions. All questions carries 8 marks.

1. What is the modern approach of finance function?
2. Explain the term 'Capitalisation'.
3. Write a note on 'Control of capital expenditure'.
4. Explain the importance of 'Cost of capital'.
5. What is the cost of preference share capital?
6. Explain the importance of leverage.
7. What are the effects of capital gearing in 'Trade Cycles'?
8. What are the long-term sources of Financing of working capital?

SECTION - 'B'

Long Answer Type Questions 16×3=48

Note :- Attempt any three questions. All questions carry 16 marks.

9. Define the capitalisation. Explain the two main principles of capitalisation.
10. What do you mean by 'Capital Budgeting'? Discuss the purpose of such budgeting from the point of view of an industrial concern.

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11. Define 'Cost of Capital'. How will you determine the cost of capital from different sources ?
12. What is leverage ? Explain clearly the various types of lever-ages.
13. What is operating cycle ? How does it explain the working capital concept ?
