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MBA (Sem. - 2nd)
FINANCIAL MANAGEMENT
SUBJECT CODE : MB - 205
Paper ID : [C0110]

[Note : Please fill subject code and paper ID on OMR]

Time : 03 Hours

Maximum Marks : 60

Instruction to Candidates:

- 1) Section - A is **Compulsory**.
- 2) Attempt any **Four** questions from Section - B.

Section - A

Q1)

(10 x 2 = 20)

- a) What is ARR?
- b) What is meant by discounting?
- c) What are convertible and non convertible preference shares?
- d) What are the rights shares?
- e) What is capital rationing?
- f) What is corporate restructuring?
- g) What is the difference between take over and sell off?
- h) What is permanent working capital?
- i) What is Economic Value Added (EVA)?
- j) What is conservative dividend policy?

Section - B

(4 x 10 = 40)

- Q2)** Define financial management? How is it different from financial accounting?
- Q3)** What is IRR? How is it different from NPV while ranking a project?
- Q4)** What is the difference between owned and borrowed funds? Which are the major sources of borrowed funds?
- Q5)** What is capital structure? Give various theories of capital structure?
- Q6)** What factors affect the working capital requirements? Which are the major sources for arranging seasonal working capital?
- Q7)** What is corporate restructuring? Why is it needed?

