

Roll No. ....

Total No. of Pages : 2

Total No. of Questions : 07

**MBA (Sem.-3)**  
**STRATEGIC FINANCIAL MANAGEMENT**  
**Subject Code : MB-923 (2008-10 Batch)**  
**Paper ID : [C0151]**

Time : 3 Hrs.

Max. Marks : 60

**INSTRUCTION TO CANDIDATES :**

1. SECTION-A is COMPULSORY.
2. Attempt any FOUR questions from SECTION-B.

**SECTION-A**

**(10 × 2 = 20 Marks)**

1. Define the following :
  - (a) Financial Planning
  - (b) Market Value Added (MVA)
  - (c) NPV
  - (d) Buy Back of Shares
  - (e) Demerger
  - (f) Systematic Risk
  - (g) Modified Internal Rate of Return
  - (h) Capital Rationing
  - (i) Corporate restructuring
  - (j) Spin Off

**SECTION-B**

**(4 × 10 = 40 Marks)**

2. What do you mean by financial policy? Discuss in detail the components of financial strategy. Also discuss the objective and goals of financial strategy.

(10)

3. What do you mean by Capital Asset Pricing Model? Critically discuss the assumptions of Capital Asset Pricing Model. (10)
4. "Sensitivity Analysis is an important tool in investment decision making under risk and uncertainty". Elucidate. (10)
5. What do you mean by financial information? Critically discuss various sources of financial information. (10)
6. What do you mean by corporate restructuring? Differentiate between mergers, acquisitions and amalgamation. Briefly discuss the legal procedure for merger. (10)
7. Describe corporate valuations. Critically discuss the application of discounted cash flow models of corporate valuations. (10)