

Subject : Financial Management & Control

Day : Wednesday
Date : 14/12/2016



Time : 02.00 P.M. TO 05.00 P.M.
Max Marks : 70 Total Pages : 2

N. B. :

- 1) Attempt **ANY THREE** questions from Section – I and **ANY TWO** questions from Section – II.
- 2) Answers to both the sections should be written in the **SAME** answer book.
- 3) Figures to the right indicate **FULL** marks.
- 4) Use of calculator is **ALLOWED**.

SECTION - I

- Q. 1** Define Financial Management. Explain the Objectives of Financial Management. (14)
- Q. 2** Explain the usefulness of Ratio Analysis. (14)
- Q. 3** What are the various factors considered to decide Optimum Capital Structure of a company? (14)
- Q. 4** Explain the various techniques of Inventory Management. (14)
- Q. 5** Write short notes on : (ANY TWO) (14)
- a) Weighted Average Cost of Capital
 - b) Dividend Decision
 - c) Receivables Management
 - d) Financial Leverage

SECTION - II

- Q. 6** Amar Ltd. is considering purchase of machinery. The following data is available for Machine X and Machine Y. (14)

Year	Machine X Cash flow (Rs)	Machine Y Cash flow (Rs)
0	(17,50,000)	(20,00,000)
1	5,00,000	7,00,000
2	6,50,000	8,00,000
3	7,80,000	8,20,000
4	9,20,000	10,40,000
5	10,40,000	10,20,000

The company's cost of capital is 10 %. The discounting factors are 0.909, 0.826, 0.751, 0.683, 0.621.

P. T. O.