

M.H.A. SEM-II (2012 COURSE) (CHOICE BASED CREDIT SYSTEMS) : WINTER - 2017

SUBJECT: FINANCE MANAGEMENT

Day: **Thursday**
Date: **16/11/2017**

W-2017-1032

Time: **10.00 AM TO 01.00 PM**
Max. Marks: **60**

N.B.:

- 1) Solve any **TWO** from Q. No. 1, 2 and 3.
- 2) Solve any **TWO** from Q. No. 5, 6 and 7.
- 3) **Q. No. 4 and 8 are COMPULSORY.**
- 4) Answers to both the sections should be written in **SEPARATE** answer book.

SECTION-I

Q.1 Explain factors affecting Dividend Decisions Of Company. **(07)**

Q.2 Calculate Economic Value Added from following: **(07)**

Particulars	Amount Rs.
Sales	80,00,000
Cost	60,00,000
Excise Duty	30%
Income Tax	30%
W.A.C.C	12%
Share capital	10,00,000
Reserves	(5,00,000)
Grants	6,00,000
Secured Loans	3,00,000

Q.3 Explain how Cash Management can be done? **(07)**

Q.4 Write short notes on any **FOUR** of the following: **(16)**

- a) Preference Dividend
- b) Pay Back Period
- c) Economic Order Quantity
- d) Profit Maximization
- e) Cross Subsidy

SECTION-II

Q.5 Calculate N.P.V from the following data for XYZ and Co. **(07)**

Year	Cash Flows
0	(60,00,000)
1	40,00,000
2	70,00,000
3	90,00,000
4	30,00,000

Expected rate of return is 10% p.a.

P. T. O.

Q.6 Calculate payback period from following Investment. **(07)**

Particulars	Rs.
Investments	26,00,000
Inflows Year No.	
1	14,00,000
2	5,00,000
3	2,00,000
4	6,00,000
5	4,00,000

Q.7 Which are the objectives of Inventory Management? **(07)**

Q.8 Write short notes on any **FOUR** of the following: **(16)**

- a) Equity Dividend
- b) Working Capital
- c) Objectives of Financial Management
- d) Consultants Vs employees
- e) Time Value of Money

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