

Reg. No

Name

23U416

B B A DEGREE END SEMESTER EXAMINATION : MARCH 2023

SEMESTER 4 : INTEGRATED MARKETING AND NEW MEDIA

COURSE : 19U4CRBBA13 : FINANCIAL MANAGEMENT

(For Regular - 2021 Admission and Improvement / Supplementary - 2020 Admission)

Time : Three Hours

Max. Marks: 60

PART A

Answer All (1 marks each)

1. List down any two current liability.
2. What do you mean by EPS?
3. Define financial management.
4. What is Regular Dividend?
5. Give any two transactions which result into 'inflow of cash'.
6. What is fixed capital ?
7. What is project selection?
8. What is the concept of finance in financial management?

(1 x 8 = 8)

PART B

Answer any 6 (2 marks each)

9. Explain the calculation of cash flow from operating activities.
10. What is Financial leverage ?
11. What is Participating Preference Shares?
12. What is Property Dividend?
13. What is optimum capital structure and how it can be ensured?
14. What is Net Present Value (NPV)?
15. What is Non-Redeemable Preference Shares?
16. Define Reserve Margin Working Capital.

(2 x 6 = 12)

PART C

Answer any 4 (5 marks each)

17. Explain various types of cost in detail with examples.
18. A company issued 1000, 5% preference shares of 100 each at a discount of 10% redeemable after 5 years at premium of 10%. Compute the cost of preference capital.
19. What are the different types of cash flows?
20. Explain the main assumptions of Gordon's model of dividend policy.
21. Explain Profitability Index (PI).
22. What all are the main difficulties associated with working capital management?

(5 x 4 = 20)

PART D
Answer any 2 (10 marks each)

23. From the following information find IRR
Initial investment Rs.1,00,000
Cash inflow Rs. 30,000 for 6 year

Year	Cash inflows	Discount Factor 10%	Discount Factor 20%
0	100000		
1	30000	0.909	0.833
2	30000	0.826	0.694
3	30000	0.751	0.579
4	30000	0.683	0.482
5	30000	0.621	0.402

24. Explain the different types of Dividend Policies in detail.
25. **Prepare cash flow statement from the following information**

BALANCE SHEET

LIABILITY	2020	2021	ASSET	2020	2021
Share Capital	60000	65000	Goodwill	30000	25000
Profit and Loss Account	34000	26000	Plant and Machinery	60000	50000
Current Liability	12000	3000	Cash	16000	19000
	106000	94000		106000	94000

Adjustment:

1. **Depreciation on Machinery Rs.20000**

26. Explain the various classification of working capital in detail.

(10 x 2 = 20)