



AAL-010-003406

Seat No. _____

M. B. A. (Sem. IV) (CBCS) Examination

April / May - 2016

Financial Statement Analysis & Valuation

(ECT - 10407) (New Course)

Faculty Code : 010

Subject Code : 003406

Time : 3 Hours]

[Total Marks : 70

Instruction : All the questions carry equal marks.

1 Short Answer Questions (07 Out of 09) :

- (a) Net Worth
- (b) Productivity Analysis
- (c) Cash Flow Statement
- (d) Dividend Payout Ratio
- (e) Gross Block of Assets
- (f) Value Based Management
- (g) Interest Coverage Ratio
- (h) Market Value Added
- (i) Director's Report

- 2** (a) Explain the Assets structure analysis. What benefits do we get by undertaking such study ?
- (b) What is meant by Working Capital ? Explain how does it affect the solvency and Risk of any organization with suitable examples.

OR

- 2** (a) What is Activity Analysis ? Explain the components of Cost structure Analysis.
- (b) Explain the meaning and significance of Shareholder's Value Analysis.

- 3 What are the objectives of Financial Statement Analysis ? Also give the Importance and limitations of it.

OR

- 3 What is meant by corporate valuation ? Briefly explain the different approaches to corporate valuation.
- 4 (a) What is meant by profitability analysis ? Which ratios helps to analyze the profitability from the view of shareholders
- (b) What is the significance of analyzing the long term and short term funds ?

OR

- 4 Calculate EVA from the following data for the year ended 31st March 2016

Particulars	Rs. (in Crores)
Average debt	50
Average Equity	2766
Profit after Tax, before exceptional item	15.41
Interest after Taxes	5

Cost of debt (Post tax)	7.22 %
Cost of equity	16.70 %
Weighted average cost of capital	16.54 %

- 5 Write Short notes on:
- (1) Adjusted Book Value Approach
- (2) CAMELS.