



DO-010-003406

Seat No. _____

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

April / May – 2015

Financial Statement Analysis &

Valuation : ECT - 10407

(New Course)

Faculty Code : 010

Subject Code : 003406

Time : 3 Hours

[Total Marks : 70

All the questions carry equal marks

Q1: Short Answer Questions (07 Out of 09):

- (a) EVA
- (b) Preference shares
- (c) Cost of Capital
- (d) Notes to Accounts
- (e) Quick Ratio
- (f) Interim Dividend
- (g) Amortized expense
- (h) Net Worth
- (i) Common size Statement

Q-2 A Explain the importance and limitations of financial structure analysis.

Q-2 B What is the significance of analyzing the long term and short term funds.

OR

Q-2 A How are CAMELS rating helpful in analyzing the financial performance of banks ?

Q-2 B Explain the meaning and significance of Cost Structure Analysis.

Q-3 What is meant by Working Capital ? Which factors affect the requirement of working capital ?

OR

Q-3 What is meant by profitability analysis ? Which ratios helps to analyze the profitability from the view of shareholders.

Q-4 A What is a Balanced Scored card ? And what benefit is derived by implementing the BSC system ?

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Q-4 B Explain the various tools used for financial statement analysis.

OR

Q-4 Sahjanand Corporation is selling Printing Machine nationwide. Firm is looking forward to expand its business but before it goes for estimate sales for future, management is intended to see how much the actual performance deviate from estimated. Following is the information about actual sales and estimated sales for last seven years.

(Rs. In Crore)

Year	Actual Sales	Estimated Sales
2008	145.63	154.35
2009	188.50	169.78
2010	187.56	185.21
2011	168.32	200.64
2012	222.26	216.07
2013	265.31	231.50
2014	226.31	246.93

You are required to test that, there is no significant difference between actual and estimated sales of the firm at 5% level of significance by using chi-square test. (Critical value of chi-square is 12.592)

- Q-5 Write Short notes on:
- (1) Adjusted Book Value Approach
 - (2) Leverage Position Analysis