



NBA-010-003406

Seat No. _____

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

March / April - 2017

**ECT - 10407 : Financial Statement Analysis &
Valuation**

Faculty Code : 010

Subject Code : 003406

Time : 3 Hours]

[Total Marks : 70

- 1 What is the objectives of financial statement analysis ?
Also explain the importance and limitations of it.

OR

- 1 What are the objectives of financial statement analysis ?
Also explain the various tools used in financial statement
analysis in brief.

- 2 (a) Explain the Performance Evaluation techniques in
detail.
(b) How are CAMELS rating helpful in analyzing the
financial performance of banks ?

OR

- 2 (a) Explain the meaning and significance of cost structure
analysis.
(b) What is the significance of analyzing the long term and
short term funds.

- 3 What are the importance and factors affecting the
requirements of working capital in business ?

OR

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

- 4 (a) Write a short note on balanced scored card.
(b) Write a short note on productivity analysis.

OR

- 4 (a) Analysis of the profitability from the view of shareholder's.
(b) Explain the corporate valuation in detail.

- 5 Calculate economic value added with the help of the following information of hypothetical limited :

Financial leverage : 1.5 times

Capital structure : Equity capital Rs. 270 lakhs

Reserves and surplus Rs. 230 lakhs

10% debentures Rs. 500 lakhs

Cost of equity : 20%

Income tax rate : 30%

OR

- 5 Short notes : (any two)
(a) Value maximization approach or value based analysis
(b) EVA approach and MVA approach
(c) Activity analysis.
