



BBF-010-001302 Seat No. _____

Second Year B. B. A. (Sem. III) Examination

July - 2021

Finance Management - 1
(Old Course)

Faculty Code : 010

Subject Code : 001302

Time : $2\frac{1}{2}$ Hours]

[Total Marks : 70

Instructions :

- (1) All questions are compulsory.
- (2) Figures to the right indicate marks.

1 Define Financial Management. Explain the scope of Financial Management. 14

OR

1 What do you mean by Financial Management ? Explain the objective of Financial Management. 14

2 Explain present value of money. How is it calculated ? What are its practical applications ? 14

OR

2 What is time value of money ? Explain compounding and discounting technique in detail. 14

3 What is working capital ? Explain various types of working capital. 14

OR

3 Discuss the major determinants factor of working capital. 14

4 What is meant by the term “Pay-back period” ? How is the pay-back period determined ? 14

OR

4 What is capital budgeting ? Discuss in detail ‘IRR’ method of capital. 14

5 Define capital structure. Explain the factors that determine the capital structure of a firm. 14

OR

5 “Trading on equity magnifies gains and losses both” – Explain. 14
