

Register Number :

Name of the Candidate :

6 4 1 5

**M.B.A. (Industry Integrated)
DEGREE EXAMINATION, 2012**

(FIRST YEAR)

(PAPER - V)

150. FINANCIAL MANAGEMENT

May]

[Time : 3 Hours

Maximum : 75 Marks

SECTION – A (5 × 3 = 15)

Answer any FIVE questions.

ALL questions carry equal marks.

1. *Write short notes on:*

- (a) Capital Budgeting.
- (b) Cost of Capital.
- (c) Financial structure.
- (d) Commercial paper.

Turn Over

- (e) Zero interest bonds.
- (f) Economic Order Quantity.
- (g) Rights issue.
- (h) Credit Policy.

SECTION – B (5 × 3 = 15)

Answer any THREE questions.

ALL questions carry equal marks.

2. Discuss in details, the functions of financial Management.
3. What factors must be considered by a manager when choosing between debt and equity?
4. Discuss briefly the different approaches to the computation of the cost of the equity capital.
5. What is a lock-box system? What are its advantages?
6. What are the objectives of receivable management?

SECTION – C (2 × 15 = 30)

Answer any TWO questions.

ALL questions carry equal marks.

7. Briefly explain the process of capital budgeting.
8. Discuss the different sources of working capital available to the firm.
9. Enumerate the various cost of receivables.
10. Explain the nature and factors which influence the dividend policy of a firm.