

- (c) Raw materials in stock average 4-weeks. Work in progress(assume 50 percent completion stage in respect of conversion costs and 100 percent completion in respect of materials)- average - 2 weeks.
- (d) Finished goods in stock average 4- weeks.
- (e) Credit allowed by suppliers, average- 4 weeks.
- (f) Credit allowed to debtors, average 8 weeks.
- (g) Lag in payment of wages, average 1.5 weeks.
- (h) Cash at bank is expected to be ₹ 25,000.

You may assume that production is carried on even throughout the year(52 weeks) and wages and overheads accure similarly. All sales are on credit basis only.

Register Number :

Name of the Candidate :

6 4 2 1

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

(SECOND YEAR)

(GROUP - A)

(PAPER - XII)

230. MANAGEMENT OF FUNDS AND ASSETS

May]

[Time : 3 Hours

Maximum : 75 Marks.

SECTION - A (5 × 3 = 15)

Answer ANY FIVE questions.

ALL questions carry equal marks.

1. Give the meaning of Fund.
2. What do you mean by ROI?
3. State the meaning of sensitivity analysis.
4. Mention a few long term securities.

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5. Write a short note on Lease Financing.
6. What is trade-off?
7. What is Capital Budgeting?

SECTION - B (3 × 10 = 30)

*Answer ANY THREE questions.
ALL questions carry equal marks.*

8. Explain the problems of misallocation of funds.
9. Discuss the various methods of risk management.
10. Describe the various schemes of assistance from the financial institutions for modernisation of industry.
11. Discuss the various types of inventory.
12. What is human resource accounting? Explain its features.

SECTION - C (1 × 15 = 15)

Answer any ONE question.

13. Discuss the various sources of term loans.
14. Discuss the methods for evaluating the leasing proposal. Briefly point out the important steps in a leasing transaction.

15. Outline the financial management techniques of capital investment in fixed assets.

SECTION - D (1 × 15 = 15)

(Compulsory)

16. While preparing a project report on behalf of a client you have collected the following facts. Estimate the net working capital required for that project. Add 10 percent to your computed figure to allow contingencies :

Particulars	Amount per unit ₹
Estimated cost per unit of production:	
Raw material	80
Direct labour	30
Overheads(exclusive of depreciation ₹ 10 per unit)	60
Total cash cost	170

Additional information :

- (a) Selling price ₹ 200 per unit.
- (b) Level of acitivity, 1,04,000 units of production per annum.

Turn Over