

S.No. : 104

BB A 3404

No. of Printed Pages : 04

Following Paper ID and Roll No. to be filled in your Answer Book.

PAPER ID : 37122

Roll
No.

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B. B. A./I. M. B. A. Examination 2021-22

(Even Semester)

FINANCIAL ANALYSIS AND DECISION

Time : Three Hours]

[Maximum Marks : 60

Note :- Attempt all questions.

SECTION - A

1. Attempt all parts of the following : 8 × 1 = 8

- (a) Write the formula of stock turnover ratio.
- (b) What is securities?
- (c) What do you mean by capital in finance?
- (d) Write one type of risk.
- (e) Name one type of dividend.

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- (f) What is cash flow?
- (g) What is full form of VCT?
- (h) Write one example of merchant bank.

SECTION – B

2. Attempt any two parts of the following : $2 \times 6 = 12$

- (a) Discuss the process of under writing in capital market.
- (b) What do you understand by sensitivity analysis?
How it helps in decision making?
- (c) Discuss multiple issues occurs in making dividend policy.
- (d) Discuss the concept of venture capital financing.

SECTION – C

Note:- Attempt all questions. Attempt any two parts from each questions. $8 \times 5 = 40$

3. (a) A project cost Rs. 1,00,000 yield an annual cash inflow of Rs. 20,000 for 8 yrs. Calculate its payback period.

- (b) Explain the role of ratios in financial analysis.
 - (c) Explain the concept of capital budgeting.
4. (a) Project A has cash flow of Rs. 10,000; Rs. 5,000; Rs. 5,000; & Rs. 5,000 for yrs. 0 through 3, respectively. Project B has cash flow of Rs. 20,000; Rs. 10,000; and Rs. 10,000 Rs. 10,000 and for yrs 0 through 3, respectively. The firm has decided to assume that the appropriate cost of capital is 10% for both projects. Which project should be chosen? Why?
- (b) Discuss the role of feasibility analysis in making any project.
 - (c) Discuss various factors that affect completion of project timely.
5. (a) Write a note on Gorden's model.
- (b) Discuss different types of dividend policies.
 - (c) Write a note on MM approach.
6. (a) Discuss the steps involved in venture capital financing.

- (b) Discuss the concept of commercial paper.**
- (c) What do you mean by merchant banks? Write its role and functions.**
