

F - 1919
B.B.A (Fourth Semester)
EXAMINATION, May - June, 2022
FINANCIAL MANAGEMENT
(119)

Time : Three Hours]

[Maximum Marks:90

[Minimum Pass Marks : 32]

Note: Attempt all sections as directed.**(UNIT - 1)**

1. What do you understand by Financial Management ?
 What is the relationship of financial functions to
 production and making functions?

OR

Define finance function. Discuss its nature and scope?

(UNIT - 2)

2. What is the meaning of financial statement of a company
 and its objective

OR

From the following Balance Sheet you are request to
 prepare a fund flow statement for the year ended 31
 March 2020.

P.T.O.

Particulary	31/03/19	31/3/20
1) EQUITY AND LIABILITIES		
Share holder's funds		
Share Capital	1,00,000	1,25,000
Reserves and surplus		
General reserve	25,000	30,000
Statement of profit & loss – surplus	15,250	15,300
Non-current liabilities- Bank Loans	35,000	67,600
Current liabilities-Trade payable	75,000	-
Provisions for Taxation	15,000	17,500
II. ASSETS	2,65,250	2,55,400
Non current assets- Building	1,00,000	95,000
Plant	75,000	84,500
Goodwill	-	2,500
Current assets- Inventories	50,000	37,000
Trade receivable	40,000	32,100
Cash and Cash equivalent	250	4,300
	2,65,250	2,55,400

Additional Informations

(A) Dividend of R, 11,500 was paid.

(B) Depreciation was changed of Rs. 7,000 on plant and
Rs. 5,000 on building.

(C) Provision for Tax was made during the year Rs. 16,500

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(UNIT - 3)

3. What is ratio analysis? What are the object and limitation of ratio analysis?

OR

From the following data calculate

- (A) Gross profit Ratio
(B) Net Profit Ratio
(C) Working Capital Turnover Ratio
(D) Return on Capital Employed

Given-

Net Sales	Rs, 30,000,00
Cost of Sales	Rs. 20,00,000
Net Profit	Rs. 3,00,000
Current Assests	Rs. 6,00,000
Current liabilities	Rs. 2,00,000
Paid up capital	Rs. 5,00,000
Debentures	Rs. 2,50,000

(UNIT - 4)

4. Write short notes on the following-
- (A) Inter corporate deposits
(B) Advance from customers
(C) Internal sources

OR

[4]

You are given following information regarding the Inventory handling in X Ltd.

Annual usage	300 units
Cost price per unit	Rs.100
Ordering cost	Rs. 30 pre order
Carrying Cost	20% of the values of Inventory

Calculate the optimal order quantity

(UNIT - 5)

5. What do you mean by capital Budgeting? Discuss the purpose of each budgeting from the point of view of an industrial concern?

OR

A project cost Rs. 1,00,000 and has a scrap value of Rs. 20,000. Its stream of income before depreciation and taxes during the first year through five years Rs. 20,000, Rs, 24,000, Rs. 28,000, Rs. 32,000 and Rs. 40,000. Assume a 50% tax rate and depreciation on Straight line basis. Calculate accounting rate for the project.