Seat No.

(OWI VIII) 219VTotal No. of Pages :2

B. B. A. (Part - III) (Semester - V) Examination, 2013 FINANCIAL MANANGEMENT (Paper - I)

Explain any four determinants of Working capital req

What do you mean by 27054: 9600 iduz oncept of operating leverage

Day and Date: Monday, 15 - 04 - 2013

8:40 Islam What do you mean by financial plant

with example.

Types of working capital.

Time: 03.00 p.m. to 05.00 p.m.

Instructions: 1) All questions are compulsory.

2) Figures to the right indicate full marks. Vals) 2910a frode 9111W

Q1) A Company sells its products on a gross profit of 20% on sales. The following information is available in respect of A company. [14]

Sales at 3 months credit	40,00,000
Raw materials	12,00,000
Wages paid-average time lag 15 days 9	
Manufacturing expenses paid- one month in arrears	12,00,000
Administrative expenses paid - one month in arrears	4,00,000
Sales promotion expenses - payable half yearly in advance	2,00,000

The company enjoy one month's credit from the suppliers of raw materials and maintains a two month's stock of raw materials and one and half month's stock of finished goods. The cash balance is maintained at Rs.1,00,000. as a precautionary measure Assuming 10% margin. Find out the working capital requirements of A company.

OR

What do you mean by financial management? Write in detail the re - curring and non-re-curring functions of financial management.

H-53	H-53
Q2) Write short answers (any two)	[16]
a) Explain any four determinants of Working capital re	equirements.

- b) Explain profit maximization, and wealth maximization objectives of financial management.
- c) What do you mean by leverage? Explain the concept of operating leverage with example.
- d) What do you mean by financial plan? Write the types of financial plans.

Q3) Write short notes (any two) in that assured adjusted of sorting?

[10]

- a) Types of working capital.
- b) Concept of financial leverage.
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- (b) Concept of combined leverage. To Journal to the latter than the leverage of the latter than the latter tha

40,00,000	Spies at 3 months could
12,00,000	
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P.T.O.