

Register Number :

Name of the Candidate :

2 4 9 5

**M.B.A. (Human Resource Management)
DEGREE EXAMINATION, 2011**

(FIRST YEAR)

(PAPER - V)

150 / 120 / 140. FINANCIAL MANAGEMENT

*[Common with M.B.A. (Marketing Management)
& M.B.A. (Financial Management)]*

May] [Time : 3 Hours

Maximum : 75 Marks

SECTION - A (5 × 3=15)

Answer any FIVE questions.

All questions carry equal marks.

1. (a) What are the basic financial decisions ?

(b) Define the scope of financial management.

(c) What is balance sheet ?

(d) Define bonds or debentures.

Turn Over

- (e) What is net current assets ?
- (f) Explain reserves and surplus.
- (g) What is solvency ?
- (h) What is unexpired cost ?

SECTION - B (3×10 = 30)

Answer any THREE questions.

All questions carry equal marks.

- 2. Define net assets. What is the relationship between net assets and owner's equity ?
- 3. Explain the difference between 'accounting profit' and 'economic profit.'
- 4. Explain the major sources of working capital.
- 5. What is the utility of funds flow statement in which 'funds' refer to all financial resources ?
- 6. Explain the need for the financial analysis.

SECTION - C (1×15 = 15)

Answer any ONE question.

- 7. Explain the significance and limitations of the ratio analysis.

- 8. What are the leverage or capital structure ratios ?
- 9. Briefly explain the purposes served by budgeting.

SECTION - D (1×15 = 15)

(Compulsory)

- 10. 'A budget is comprehensive and co-ordinated plan, expressed in financial terms, for the operations and resources of an enterprises for some specific period in the future in light of this definition, explain the attributes of a budget.'