

TM242483W

Reg. No :

Name :

18-4

MASTER'S DEGREE (C.S.S) EXAMINATION, MARCH 2024
2023 ADMISSIONS REGULAR
SEMESTER II - P.G Diploma In Management In Business Analytics
BA2C09TM20 - Business Finance

Time : 3 Hours

Maximum Weight : 30

Part A

I. Answer any Eight questions. Each question carries 1 weight

(8x1=8)

1. Identify any two importance of financial management.
2. Define time value of money.
3. Explain PI.
4. Explain Pay-back period.
5. Explain financial leverage with formula.
6. Recall your understanding on capital structure.
7. Explain dividend policy.
8. Who are jobbers?
9. Explain different financial market.
10. How investors are different from speculators?

Part B

II. Answer any Six questions. Each question carries 2 weight

(6x2=12)

11. Mr.X deposited Rs.50000 in a bank for a period of 5 years at an interest rate of 9%. Compute amount receivable after 5 years.
12. Calculate the present value of Rs.600 received one year from now. Assume a 5% rate of interest.
13. A project requires an outlay of Rs.100000 and earns the annual cash inflows of Rs.35000, Rs.40000, Rs.30000 and Rs.50000. Calculate profitability index assuming the discounting rate of 15%.
14. Differentiate between discounted pay-back period and pay-back period.
15. Discuss relevance theory of dividend.
16. Enumerate the factors influencing dividend decision.
17. Explain in detail the industrial product life cycle.
18. Critically evaluate the fundamental analysis.

Part C

III. Answer any Two questions. Each question carries 5 weight

(2x5=10)

19. Briefly explain the factors to be considered while estimating working capital management.
20. No project is acceptable unless the yield is 10%. Cash inflows of a certain project along with cash outflows are given below:

Year	Outflows	Inflows
0	150000	-
1	30000	20000
2		30000
3		60000



4	80000
5	30000

The salvage value at the end of 5th year is Rs.40000. You are required to calculate NPV, PI.

21. Discuss dividend theories.
22. Describe the structure of Indian financial system.

