## BACHELOR OF BUSINESS ADMINISTRATION (RETAIL SERVICES) (BBARS)

## Term-End Examination O0860 December, 2014

**BRS-016: FINANCIAL MANAGEMENT** 

Time: 3 hours Maximum Marks: 100

**Note:** Attempt any **five** questions. All questions carry equal marks.

- "The concept of finance function has changed and keeps changing along with the evolution of the content of finance as a business management activity." Comment.
- 2. What do you mean by financial management? Explain its functions and differentiate between financing decision and financial decisions.
- **3.** "Over-capitalisation is as dangerous as under-capitalisation in business." Explain this statement.

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| 4. | Write short notes on the following:   |    |
|----|---|----|
|    | (a) NPV Method  | 10 |
|    | (b) Profitability Index Method  | 10 |
| 5. | What do you mean by management of working capital? Discuss the methods of analysis of working capital.  | 20 |
| 6. | "Accounting ratios ignore qualitative factors and are also not comparable, if different firms follow different accounting policies." Comment. | 20 |
| 7. | What is meant by comparative financial statements? How are these prepared? Explain their significance.  | 20 |
| 8. | Define budgetary control. Discuss the steps to be taken for budgetary control. Also explain its limitations.                                  | 20 |