

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

Term-End Examination

June, 2014

BRS-016 : FINANCIAL MANAGEMENT

Time : 3 hours

Maximum Marks : 100

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

1. "The wealth maximisation objective provides an appropriate criteria for the proper financial decision making". Explain. **20**
2. Define Financial Management. Discuss the objectives and functions of financial management. **20**
3. What is meant by under - capitalization ? Discuss the causes and remedies of under capitalization. **20**
4. What do you mean by Common - size statements ? Prepare a Common - size income statement with the help of imaginary figures. **20**
5. "Ratio Analysis is widely used tool of financial analysis, yet it suffers from certain limitations". Explain. **20**
6. Explain NPV and IRR methods of capital budgeting. Discuss their merits and demerits. **20**

7. Define working capital. Explain the operating cycle method of computation of working capital. 20

 8. Define Budget and Budgetary Control. Explain the advantages of budgetary control in a manufacturing organisation. 20
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