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**MASTER OF BUSINESS ADMINISTRATION
(AVIATION BUSINESS MANAGEMENT)
(MBAAVBM)**

Term-End Examination

June, 2013

MAV-005 : AIRPORT FINANCIAL MANAGEMENT

Time : 3 hours

Maximum Marks : 100

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

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1. What are the sources of external finance for an Airline ? Explain in detail. 20

 2. (a) Explain with example how an airline covers itself against foreign exchange risk ? 10
(b) IASI prescribes the basis of presentation of financial statements. Briefly describe what a financial statement would comprise of. 10

 3. (a) What are the various activity Ratios ? Write the objectives of each. 10
(b) What are the advantages and disadvantages of leasing to an airline ? 10

4. What are the functions of AERA ? What are the various regulatory mechanisms adopted by AERA for tariff fixation at Airports ? Explain in detail. 20
5. (a) What are the advantages available to an airline on registering itself with IATA ? 10
(b) Briefly explain IATA dangerous goods regulations. 10
6. Explain the factors taken into consideration for determining the cost basis for charges in Air traffic at an Airport. 20
7. (a) What are the various internet clauses required in contracts for purchases made from foreign suppliers ? 10
(b) What are the various solvency ratios ? Explain them in brief. 10
8. (a) What are the basic assumptions of IFRS ? 10
(b) What are Contingent Assets ? Give examples. 10
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