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SARDAR PATEL UNIVERSITY
BBA LLB (Hon) Examination, IIIrd-Semester
Tuesday, Date: 29/11/2016
Session: Morning, Time: 10:00 A.M. To 12:00 P.M.
Subject/Course Code: UL03CBBH01 / Paper No. VI
Subject/Course Title: Financial Management-I

Total Marks: 50

Instructions:

- ❖ All the questions are mandatory.
- ❖ Each question carries certain marks. The mark for each question is stated at the right end of the question.
- ❖ Read the instructions very carefully. Also read the questions carefully before attempting to answer the questions.

- Q-1(A): Explain the interrelation among financial decision of financial management. 07
- Q-1(B): What do you mean by financial management? Discuss the approaches to finance function. 06
- OR**
- Q-1: Define financial management? Discuss the goal of financial management and Risk-Return trade off with the help of diagram in detail. 13
- Q-2: What do you mean by equity shares? Explain feature, merits and demerits of equity shares in detail. 12
- OR**
- Q-2: What is financial market? Explain the functions of financial market. 12
- Q-3: (A) Write short note on Types of preference shares. 6
- Q-3: (B) Write short note on Features of debentures. 6
- OR**
- Q-3: What is working capital? Discuss the factors that influencing while estimating working capital requirement of the business firm. 12
- Q-4: Briefly discuss the PBP and NPV techniques of capital budgeting with their merits and limitations. 13

OR

Q-4: Hanuman Ltd. Is considering investing in a project that is expected to cost Rs. 52, 13 00,000. The expected cash inflows (before tax and depreciation) are given below. The co. is following SLM method of depreciation.

Year	Cash flow (before Dep. & Tax)
1	14,00,000
2	14,00,000
3	14,00,000
4	16,00,000
5	18,00,000
Total	76,00,000

Calculate PBP & NPV at 10%

X = X = X

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