

**A-1127**

Total Pages : 3

Roll No. ....

**BBA (N)-501**

**Financial Management**

Examination February, 2026

Time : 2:00 Hrs.

Max. Marks : 70

*Note :-* This paper is of Seventy (70) marks divided into Two (02) Sections 'A' and 'B'. Attempt the questions contained in these Sections according to the detailed instructions given therein. *Candidates should limit their answers to the questions on the given answer sheet. No additional (B) answer sheet will be issued.*

**Section-A**

**Long Answer Type Questions** (2×19=38)

*Note :-* Section 'A' contains Five (05) Long-answer type questions of Nineteen (19) marks each. Learners are required to answer any *two* (02) questions only.

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( 1 )

P.T.O.

1. Compare the Traditional and Modern approaches to Financial Management.
2. What is discounting ? Discuss its importance in present value analysis.
3. Explain the MM theory of capital structure.
4. Explain Walter Model of Dividend.
5. A manufacturing company uses 24,000 units of a raw material per year. The ordering cost is ₹ 300 per order, and the carrying cost is ₹ 4 per unit per year. Calculate the Economic Order Quantity (EOQ) for the company.

### **Section–B**

#### **Short Answer Type Questions (4×8=32)**

**Note** :- Section 'B' contains Eight (08) Short-answer type questions of Eight (08) marks each. Learners are required to answer any *four* (04) questions only.

1. What is the process of preparing a Financial Plan ?
2. Explain dividend policy and its relevance.
3. What is the "bird in hand" argument ?

4. Explain EOQ and its assumptions.
5. What is inventory management ?
6. Discuss the steps involved in capital budgeting.
7. Compute the future value of ₹ 50,000 invested for 5 years at 10% compounded annually.
8. Write a short note on Working Capital Management.

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