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Total Pages : 3

Roll No.

BBA-502

Bachelor of Business Administration (BBA)

(Financial Management)

Examination, June 2025

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.

1. What are the main sources available to Indian businessman for raising funds ? Explain.
2. What is capital budgeting ? Why is it significant for a firm ?
3. What is meant by capital structure ? What are the major determinants of capital structure ?
4. What do you understand by working capital ? Discuss the various sources of working capital fund.
5. What is cash management ? Discuss the need for and objectives of Cash Management.

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 are the various functions that are performed by finance manager ?
2. Write short note on Walter’s Dividend Model.
3. Explain the significance of Cost of Capital ?

4. What is Venture Capital ?
5. What factors influence Dividend Decisions of a company ?
6. A firm has the following capital structure and after-tax costs for different sources of funds used :

Sources	Amount (₹)	Proportion %	After-tax cost %
Debt	15,00,000	25	5
Preference Shares	12,00,000	20	10
Equity Shares	18,00,000	30	12
Retained Earnings	15,00,000	25	11
Total	60,00,000	100	

You are required to compute the Weighted Average Cost of Capital

7. What is Credit Policy ?
8. Discuss the concept of 'Just-in-time' inventory control.
