

- Q.25 What are the characteristics of Equity Shares?
- Q.26 Distinguish between traditional and modern approach of Financial Management.
- Q.27 Explain the objectives of ratio analysis.
- Q.28 Explain the difference between Equity shares and debentures.
- Q.29 What are opening stock and closing stock in inventory management?
- Q.30 What are various kinds of capital budgeting Management.
- Q.31 Write short note on solvency ratio.
- Q.32 Write five points of importance of Inventory Management.
- Q.33 What is difference between accounting role of return and internal role of return?
- Q.34 Explain the functions of Financial Management.
- Q.35 Explain any five features of Capital Budgeting.

SECTION-D

Note: Long answer type questions. Attempt any two questions out of three questions. (2x10=20)

- Q.36 Explain briefly any two methods of Capital Budgeting.
- Q.37 What is the value of Money? Explain the method in which its appeals.
- Q.38 Explain long term short term source of Finance.

No. of Printed Pages : 4

Roll No.

184152

**5th Sem. / Branch : Financial Account & Auditing
Subject:- Financial Management**

Time : 3Hrs.

M.M. : 100

SECTION-A

Note: Multiple choice questions. All questions are compulsory (10x1=10)

- Q.1 What is the primary goal of Financial Management?
- To minimize the risk
 - to maximize the owner's wealth
 - To maximize the return
 - To raise profit
- Q.2 Which rate is considered as safe margin of solvency?
- Current ratio
 - liquid ratio
 - Bad depth ratio
 - None of these
- Q.3 Liquid ratio is known as
- Acid test ratio
 - Quite and acid test ratio
 - Current ratio
 - None of these
- Q.4 Capital budgeting is also known as:
- Investment decision making
 - Planning capital expenditure
 - Both of the above
 - None of these

Q.5 Capital B. what is ignored in profit maximization?

- a) Wealth
- b) Net value
- c) Time value of money
- d) None of these

Q.6 Capital Budgeting decision are of

- a) Long term nature b) Short term nature
- c) Both of the above d) None of these

Q.7 Which of the following the ratio of net profit to net sales

- a) Net operating ratio b) Gross profit ratio
- c) Net profit ratio d) None of these

Q.8 Which of the following model is used to calculate the _____ of the inventory order.

- a) EOG model
- b) fixed order quantity model
- c) Re-order Point model
- d) all of the above

Q.9 An example of purchase cost include

- a) Incoming freight b) Storage cost
- c) Insurance d) Spoilage

Q.10 Unsecured Corporate debt is called

- a) Shares b) Debentures
- c) bond d) None of the above

SECTION-B

Note: Objective type questions. All questions are compulsory. (10x1=10)

Q.11 _____ is the main objective of Financial Management.

Q.12 Liquid Ratio is equal to Liquid Assets directed by _____.

Q.13 What is the full form of HIFO?

Q.14 The Long-run objective of Financial Management is to

- a) Maximize the value of the firm is common stock
- b) Maximum Market share

Q.15 Define Bank Credit.

Q.16 What is retained Earning?

Q.17 Write the formula to calculate current ratio.

Q.18 To increase a given present value, the discount rate should be adjusted _____ (Upward/downward)

Q.19 What is time value of Money?

Q.20 What is ratio?

SECTION-C

Note: Short answer type questions. Attempt any twelve questions out of fifteen questions. (12x5=60)

Q.21 What is the importance of time value of Money?

Q.22 What are the features of present value?

Q.23 Discuss the importance of Financial Management.

Q.24 Write a short note in source of Finance.