

2032
B. Voc. (Logistic Management)
Third Semester
LEM-305: Financial Management

Time allowed: 3 Hours

Max. Marks: 80

NOTE: Attempt five questions in all, including Question No. 1 which is compulsory and selecting one question from each Unit.

x-x-x

I. Attempt any four of the following:-

- a) Explain risk and return tradeoff.
- b) Explain profitability index.
- c) Explain gross and net working capital.
- d) Explain EOQ.
- e) Differentiate between NPV and IRR.
- f) Explain the concept of financial leverage. (4x5)

UNIT - I

- II. Define financial management. Explain the scope and objectives of financial management. (15)
- III. Explain time value of money. What are compounding and discounting techniques? (15)

UNIT - II

- IV. Explain the long term and short term sources of finance. (15)
- V. What do you mean by capital budgeting? Explain different methods of capital budgeting. (15)

UNIT - III

- VI. Define cost of capital. Explain the concept of weighted average cost of capital. (15)
- VII. Explain leverage. What are the factors affecting leverage? (15)

UNIT - IV

- VIII. Explain the factors affecting working capital needs of a company. (15)
- IX. Explain the relevance and irrelevant theories of dividend policy. (15)

x-x-x