

VTU Question Paper

Module-1

3-Marks

1. Define commercial paper June/July 14

7-Marks

1. What are the demerits of excess and inadequate investment in current assets? Show how you will determine level of current assets with the help of graph. Dec 13/Jan 14
2. Write a note on Postal float and lethargy float. Dec 13/Jan 14
3. What are the important forms of working capital advance given by banks? Explain in brief June/July 14

10-Marks

1. Explain Various Short term sources to finance working capital. Dec 13/Jan 14

Module-2

3-Marks

1. What are the strategies for managing surplus fund?

7-Marks

1. Write a short note on Baumol model and Miller-Orr Model

Module-3

3-Marks

1. What is the annual cost associated with 2/20 net 50. June/July 14

7-Marks

1. Explain the numerical credit scoring system used for credit evaluation. June/July 14
2. Discuss pros and cons of credit period and cash discounts. Dec 13/Jan 14

Module-4

3-Marks

1. What is a lock box system? June/July 14

2. What is Re order point? How do you compute it? June/July 14

7-Marks

1. Write a short note on EOQ Model
2. What do you mean by ABC ANALYSIS?

Module-5

3-Marks

1. Narrate on the features of ideal capital structure. Dec 13/Jan 14
2. What do you mean by optimum capital structure? June/July 14

10-Marks

1. Write a short note on NI approach, NOI approach, MM approach and traditional approach

Module-6

3-Marks

2. What is corporate dividend tax? Dec 13/Jan 14
3. State the Gordon's basic valuation formula? June/July 14

7-Marks

1. Explain the rationale behind bonus issue and stock split. 13/Jan 14

10-Marks

1. What are the factors affecting dividend policy of the firm

Module-7

3-Marks

1. What is conglomerate merger? Dec 13/Jan 14

7-Marks

1. Explain Various Short term sources to finance working capital. Dec 13/Jan 14
2. What are the important reason for mergers and take overs? June/July 14

10-Marks

1. What leads to the failure of a merger or acquisition? How should a company ensure that merger and acquisition is successful? June/July 14

Module-8

3-Marks

1. What is discriminant analysis? Dec 13/Jan 14

7-Marks

1. Explain EVA and MVA. Dec 13/Jan 14
2. Briefly explain symptoms of industrial sickness. Dec 13/Jan 14
3. What are the causes of industrial sickness?

10-Marks

1. What is MVA? What is the link between EVA and MVA? Explain in brief. June/July 14