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**M.B.A. DEGREE EXAMINATION, 2012**

**( E-BUSINESS )**

**( SECOND YEAR )**

**( PAPER - IX )**

**210. FINANCIAL MANAGEMENT**

December ] [ Time : 3 Hours

Maximum : 75 Marks

**SECTION – A** ( 5 × 3 = 15 )

*Answer any FIVE questions.*

*ALL questions carry EQUAL marks.*

1. What do you mean by Cash Management?
2. What is Working Capital Management?
3. What are the types of Leasing?
4. Define Capital Management.
5. What is the cost of retaining earning?

**Turn Over**

6. What do you mean by Market Price?
7. Give any three objectives of Inventory Management?
8. What is meant by Short-term Finance?

**SECTION – B** (3 × 15 = 45)

*Answer any THREE questions (in essay form).*

*ALL questions carry EQUAL marks.*

9. Discuss the role and responsibility of Business Manager in modern Financial Management?
10. Discuss the concepts of Working Capital?
11. What are the needs of Inventory Management and explain its objectives.
12. What is Right Issue? Illustrate the Right Issue Procedure.
13. What are the advantages and disadvantages of leasing?

**SECTION – C** (1 × 15 = 15)

*( Compulsory )*

14. The following details with regard to the capital structure of a firm are available.

Source of Finance	Amount ₹	Cost ₹
Equity Capital	4,50,000	18
Retained earnings	1,50,000	18
Preference share capital	1,00,000	11
Debentures	3,00,000	8

Calculate the Weighted Average Cost of Capital.