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SNS College of Technology, Coimbatore-35.

(Autonomous)

Internal Assessment - I

Academic Year 2023-2024 (Even)

Second Semester

Department of Management Studies

23BAT611 – Financial Management

B

Time: 1 ½ Hours

Maximum Marks: 50

Answer all the questions		CO	Bloom	Marks									
1.	Define Financial Management.	CO 1	R	2									
2.	Recall the concept of Investment Decision.	CO 1	R	2									
3.	Distinguish Equity Shares and Debentures.	CO 1	U	2									
4.	Outline the concept of Capital Budgeting.	CO 2	U	2									
5.	Show the accept or reject criteria under PI Method.	CO 2	U	2									
PART B													
(2 * 13 Marks = 26 Marks & 1*14 Marks = 14 Marks)													
6.	a. “Profit maximization is superior to Wealth maximization” Comment.	CO 1	An	13									
or													
b.	Analyze the changing role of the finance manager in the management hierarchy.	CO 1	An	13									
7.	a. Examine the functions of financial management in detail.	CO 1	An	13									
(or)													
b.	Discuss the nature, importance and deficiencies of capital budgeting.	CO 2	U	13									
8	a. Case Study: ABC Limited has under consideration two mutually exclusive proposals for the purchase of new equipment.	CO 2	An	14									
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Life Years	5	5																								
PBDT	Rs.	Rs.																								
1	25,000	18,000																								
2	30,000	20,000																								
3	35,000	22,000																								
4	25,000	20,000																								
5	20,000	16,000																								
Assume Tax rate to be 50%, Suggest to the management the best alternative using: a) Pay Back Period b) Average Rate of Return																										
or																										
b.	A Limited Company is considering the purchase of a new machine, which will replace some manual operations. There are two alternatives X and Y. From the following information prepare a profitability statement and work out the payback period for each.			CO2	An	14																				
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*Abbreviations: CO: Course Outcome, R: Remember, U: Understand, APP: Apply, An: Analyze, E: Evaluate, C: Create

Course Faculty
S.Swarnam

Teaching Coordinator
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