

W-2967(A)**B.B.A. (Sixth Semester) Examination, (Second Chance) June-2020
FINANCIAL ANALYSIS AND DECISION MAKING****Paper - F-604****Time : Three Hours****Maximum Marks : 40****Minimum Pass Marks : 16****Note :** Attempt **all** the questions.**Unit-I**

Q.1. a) Calculate Debtors Turnover Ratio from the following particulars: 8

Opening Debtors	40,000
Credit Sales	2,60,000
Goods returned by Debtors	10,000
Cash received from Debtors	2,20,000
Discount Allowed	10,000

b) From the following information, Calculate solvency ratio :

Share Capital	1,50,000
Debentures	1,20,000
Current Liabilities	15,000
Fixed Assets	1,65,000
Current Assets	1,20,000

Unit-II

Q.2. Discuss the various types of costs and risks associated with receivables. 8

Unit-III

Q.3. Components A and B are used weekly as follows: 8

Normal usage	150 Units
Maximum usage	225 Units
Minimum usage	75 Units

Reorder quantity (A)1,200 Units, (B)1,800 Units Reorder period (A) 4 to 6 weeks, (B) 2 to 4 weeks

Calculate for each components

- a) Reorder Level. b) Minimum Level.
c) Maximum Level. d) Average Stock Level.

Unit-IV

Q.4. What is leverage? Explain clearly the various types of leverages. 8

Unit-V

Q.5. What is Management of Earnings? Explain the nature and scope of management of earnings. 8

