

Roll No. ....

**Y – 2843 (A)**

**B.B.A. (Fourth Semester) (SPECIAL) EXAMINATION, August 2021**

**(SECOND CHANCE)**

Paper – 403

**FINANCIAL MANAGEMENT**

*Time : Three Hours*

*Maximum Marks : 40*

*Minimum Pass Marks : 16*

**Note**—Attempt *all* questions.

1. What are the main elements of financial decision ? Explain the types of financial decisions. 8
2. What do you understand by risk ? Explain the various approaches to the measurement of risk in financial management. 8
3. Calculate operating leverage and Financial leverage from the following data : 8  

Sales (1,00,000 units)	=	Rs. 2,00,000
Variable cost per unit	=	Rs. 0.70
Fixed cost	=	Rs. 65,000
Interest charges	=	Rs. 15,000
4. Explain the importance and principles of capital budgeting. 8
5. What is meant by Inventory ? Discuss as to why Inventory management is important explaining the items of stock kept by a manufacturing company. 8

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