

SSR DEGREE AND PG COLLEGE(Autonomous)
Department of BBA
BBA II YEAR – FINANCIAL MANAGEMENT Sem-III
Important Questions

1. Explain the nature, scope and objectives of Financial Management.
2. Explain Profit Maximization vs Wealth Maximization.
3. Explain the major financial decisions.
4. Explain Time Value of Money and its importance.
5. Explain Present Value, Future Value, Compounding and Discounting.
6. Explain the importance and techniques of Capital Budgeting.
7. Explain NPV, IRR and Payback Period methods.
8. Solve a Capital Budgeting numerical using NPV.
9. Explain the sources of Long-Term Finance.
10. Explain the factors determining Capital Structure.
11. Explain Financial Leverage and Trading on Equity.
12. Explain Cost of Capital and WACC.
13. Solve a WACC numerical.
14. Explain the factors affecting Dividend Policy.
15. Explain Walter's and Gordon's Dividend Models.
16. Define Working Capital and explain its types and importance.
17. Explain the factors determining Working Capital requirements.
18. Explain the Operating Cycle with a suitable example.
19. Explain the relationship between Liquidity and Profitability.
20. Explain Cash Management – objectives, importance and techniques.
21. Prepare a Cash Budget.
22. Explain Receivable Management – objectives and importance.
23. Explain the components of Credit Policy.
24. Explain Inventory Management and EOQ.
25. Explain ABC Analysis and different stock levels.