

SECTION-B

UNIT-I

2. Differentiate between the wealth and profit maximization objectives of financial management. Give suitable examples to discuss why wealth maximization is superior to profit maximization.
3. Write a detailed note on various long-term sources of finance available for a business organization.

UNIT-II

4. What is weighted average cost of capital? Discuss in detail the methods for determining various components of cost of capital.
5. What is capital structure? Discuss in detail the Net Operating Income and Net Income approaches of capital structure.

UNIT-III

6. Write a detailed note on various discounting and non-discounting cash flow methods for evaluating capital budgeting decisions.
7. ABC Co. Ltd. is evaluating the financial feasibility of following machine and has sought your opinion whether this machine should be installed if the cost of capital of the firm is 10%.

Machine	Initial Investment	Cash Flow (Amount in Rs.)				
		Year 1	Year 2	Year 3	Year 4	Year 5
X	3,00,000	1,00,000	1,30,000	80,000	90,000	50,000

UNIT-IV

8. Write a detailed note on conservative, aggressive and matching approaches for determining working capital requirement of a firm.
9. Write a detailed note on various factors determining dividend policy of a company in India.

NOTE : Disclosure of Identity by writing Mobile No. or Making of passing request on any page of Answer Sheet will lead to UMC against the Student.