

Course	: PGDBA	Date	: 16-02-2026
Subject Code	: PGDBA-204	Time	: 03:00pm to 05:15pm
Subject Name	: Financial Management	Duration	: 02.15 Hours
		Max. Marks	: 70

Answer the following (Attempt any three) (30)

- Answer the following (Attempt any four) (20)**

- Part – A (Multiple Choice Questions) (10)**

- 1 The _____ uses the accounting information in analysis and review of the firm's business position to make decisions.
A HR manager
B Director
C Admin manager
D Finance manager
- 2 A _____ is a marketable legal contract whereby the company promises to pay its owner, a specified rate of interest for a defined period of time.
A Shares
B Bond
C Debenture
D Equity
- 3 The _____ are one of the major sources of finance available for the established companies to finance its expansion and diversification programmes.
A Dividends
B Shares
C Retained earnings
D None of these

- 4 _____ cost represents the cost which has already been incurred for financing project.
 A Implicit B Future
 C Explicit D Historical
- 5 _____ is the difference between current assets and current liabilities.
 A Marketing Capital B Net Working Capital
 C Both (A) and (B) D None of the above
- 6 _____ decision includes expenses incurred on modernization of investment expenditures on existing asset.
 A Capital structure B Financial budgeting
 C Accounting D Capital budgeting
- 7 _____ and equity required to finance a firm's investment is provided by creditors and shareholders respectively.
 A Finance B Capital
 C Debt D None of the above
- 8 _____ includes spending money on the basic necessities like food, shelter, and clothing.
 A Saving B Investment
 C Consumption D All of the above
- 9 The _____ are most modern financial instruments in hedging risk.
 A Swaps B Derivatives
 C Options D None of the above
- 10 In an attempt to capture market share, many airlines in India are flying _____.
 A Below their cost B Above their cost
 C Both (A) and (B) D None of the above

Part – B (Do as Directed)

(10)

Define the following terms:

- 1 Finance
- 2 Financial Management
- 3 Private Placement
- 4 Cost of Capital
- 5 Working Capital
- 6 Inventory
- 7 Capital Budgeting
- 8 Financial Planning
- 9 Derivatives
- 10 Swaps
