

DU-374

M.B.A. (F.T.) IInd Semester (CBCS) Examination, 2021

Financial Management

Paper - 203

[Maximum Marks : 60

Note :- All questions from each section carry equal marks. All questions are compulsory and answer limit are approximately 250 words. Start the answer of each section from new page. Maximum limit of pages of answer booklet are approximately 16 pages. Answer should be written by the student in his/her own handwriting mandatory. The first page of answersheet should be download by the student from university website www.bubhopal.ac.in is mandatory.

1. Calculate Future value of Rs 1,000 deposited in a saving account for 3 years earning 6%. Also, calculate simple interest, the interest on interest, and compound interest.
Given That **Future Value Interest Factor (FVIF)** for Period of Three Years & Interest of 6% is equal to **1.191**
2. A Project Cost is Rs 5,00,000. The Project Yields annually a profit of Rs 80,000 after depreciation cut at rate of 12% but before tax cut rate at 50%. Calculate Payback Period.
3. Give Four Differences between Shares & Debentures.
4. A Company Issues 1000, 7% Preference shares of Rs 100 each at a premium of 10% redeemable after 5 years at par. Compute the Cost of Preference Share Capital.
5. A Company is Expected to pay a dividend of Rs 6 per share next year. The dividends are expected to grow perpetually at a rate of 9 percent. What is the value of share if required rate of return is 15%.