REV-01
BBA/30/05

2024/12

SET A

BACHELOR OF BUSINESS ADMINISTRATION
FIFTH SEMESTER
FINANCIAL MANAGEMENT
BBA – 508 (SVS)

[USE OMR FOR OBJECTIVE PART]

Duration: 1: 30 hrs. **Full Marks: 35**

(Objective)

Time: 15 min. **Marks: 10**

Choose the correct answer from the following: *1×10=10*

1. According to modern approach the financial management is concerned with:
   a. Procurement of funds
   b. Effective utilization of funds
   c. Both(a) and (b)
   d. None of the above

2. The capital market is organized in India by:
   a. RBI
   b. SEBI
   c. NABARD
   d. IRDA

3. Capital markets denote the places where funds are swapped between:
   a. Suppliers of Capital
   b. Borrowers of Capital
   c. Those who request capital investment
   d. Both (a) and (b)

4. Primary capital markets are platform where:
   a. New securities are issued
   b. New securities are sold
   c. New securities are borrowed
   d. Both (a) and (b)

5. SEBI was developed in the year:
   a. 1998
   b. 1990
   c. 1989
   d. 1992

6. Which of the following is not a money market instrument?
   a. Treasury bills
   b. Commercial paper
   c. Prospectus
   d. Certificate of deposit

7. The ideal current ratio is:
   a. 1:1
   b. 1:2
   c. 2:1
   d. 2:2

8. Who has propounded the concept of ratio analysis:
   a. Alexander Wall
   b. Sin Franklin
   c. F.W. Taylor
   d. John Milton

9. The following is not a liquidity ratio:
   - a. Current ratio
   - b. Debt equity ratio
   - c. Acid test ratio
   - d. Supper quick ratio

10. Liquidity ratios are expressed in:
    - a. Pure ratio form
    - b. Percentage
    - c. Rate or time
    - d. None of the above

Descriptive

Time: 1 hr. 15 mins. Marks: 25

[Answer question no.1 & any two (2) from the rest]

1\.
(a)What do you mean by capital markets? 5+5=10
(b) What are the basics of capital market mechanism?

2\. (a) What is secondary market? 4+6=10
(b)What are the functions of secondary markets?

3\. (a) What is money market? 4+6=10
(b) What are its characteristics?

4\. Write short notes on: (any two) 5+5=10
(a) Bombay Stock Exchange
(b) Primary Market
(c) Liquidity Ratio
(d) Amalgamatio

5\. (a) Define cost of capital. 2+8=10
(b) How cost of capital is calculated?