JAYPEE UNIVERSITY OF INFORMATION TECHNOLOGY, WAKNAGHAT

TEST -1 EXAMINATION- 2026

BBA –IV Semester

COURSE CODE (CREDITS): 24BB1HS413 (4) MAX. MARKS: 15

COURSE NAME: Financial Management

COURSE INSTRUCTOR: TGM MAX. TIME: 1 Hour

Note: *(a) All questions are compulsory.*

(b) The candidate is allowed to make Suitable numeric assumptions wherever required for solving problems

(c) Use of calculators is allowed

Q.No	Question	CO	Marks
Q1	"Decisions in financial management are a part of an integrated decision framework and should be made with the objective of wealth maximisation". Comment on the statement giving reasons in support of your answer.	1	5
Q2	Compare and contrast Debentures/ Bonds and Term loans as sources of finance for an organization.	1	5
Q3	Calculate the Gross profit, ROCE, ROE, EPS and quick ratios from the information given below.	2	5

P.&L. a/c		**Balance Sheet**	
	Rs. (In crores)		**Rs.(In crores)**
Sales	132	**Assets**	
Other income	12	Net Fixed Assets	31.25
Cost of sales	102.96	Current Assets	
		Inventory	14.56
		Accounts Rec.	13.20
		Cash	1.50
		Less: Current Liabilities	
		Net current assets	8.55
			20.71
Gross margin	29.04	**Total Assets**	**51.96**
Operating Expenses		**Liabilities and Owners Equity**	
Administration	12.44		
Selling & Distr.	4.42	Share capital	27
		Reserves and surplus	4.96
		Debt (long term)	20
Profit before Interest & Tax (PBIT)	24.18	**Total Liabilities & owner's equity**	**51.96**
Interest	3		
Profit Before Tax (PBT)	21.18		
Prov. For Tax	7.94		
Profit after Tax (PAT)	13.24		

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