CMR INSTITUTE OF TECHNOLOGY

USN
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## Internal Assesment Test - I

Sub:	Financial Management						Code:	17MBA22	
Date:	22/3/18	Duration:	90 mins	Max Marks:	40	Sem:	II	Branch:	MBA

			OBE		
		Marks	СО	RBT	
	Part A - Answer Any Two Full Questions (16*02=32 Marks)				
1 (a)	Define Financial management	[02]	CO1	L1	
(b)	Distinguish between equity shares and debentures	[06]	CO2	L2	
(c)	Describe the role of financial manager	[08]	CO1	L1	
2 (a)	Behavioral finance	[02]	CO2	L5	
(b)	Differentiate capital market and money market	[06]	CO1	L2	
(c)	A person wishes to go on world tour after 10 years. The expected cost of which is Rs 20,00,000. How much amount he should save every year @10% p.a to fulfill his dream	[08]	CO3	L1	
3 (a)	Explain time value of money	[02]	CO3	L4	
(b)	Discuss the meaning of mergers and acquisitions with an examples	[06]	CO2	L2	
(c)	An investor deposits Rs 100 in a bank account for 5 years at 8% interest. Find out the amount which he will have in his account if interest is compounded i) annually ii) semi annually iii) quarterly	[08]	CO1	L2	
	Part B - Compulsory (02*04=08 marks)				
4					
(a)	<ul> <li>i) Suppose you deposit Rs 1000 today in a bank which pays 10% p.a. interest compounded annually, how much will the deposit grow to after 8 years and 12 years</li> <li>ii) If you deposit Rs 5000 today at 6% p.a rate of interest in how many years will this amount double?</li> </ul>	[04]	CO1	L2	
(b)	Loan amount Rs 10,00,000, rate of interest 12%, loan period 4 year. From the given information prepare loan amortization schedule.	[04]	CO3	L2	

	Course Outcomes	PO1	PO2	PO3	P04	PO5	PO6	PO7	PO8	P09
CO1:	To familiarize the students with basic concepts of financial management	1a, 2a,	1b, 2b	1c,		3a				
CO2:	To understand time value of money and cost of capital		3c 2c 4a 4b				3b			
CO3:	To analyze capital structure, capital budgeting and dividend decision									
CO4:	To understand the short term and long term financing and working capital management									
CO5:										
CO6:										

Cognitive level	KEYWORDS
L1	List, define, tell, describe, identify, show, label, collect, examine, tabulate, quote, name, who, when, where, etc.
L2	summarize, describe, interpret, contrast, predict, associate, distinguish, estimate, differentiate, discuss, extend
L3	Apply, demonstrate, calculate, complete, illustrate, show, solve, examine, modify, relate, change, classify, experiment, discover.
L4	Analyze, separate, order, explain, connect, classify, arrange, divide, compare, select, explain, infer.
L5	Assess, decide, rank, grade, test, measure, recommend, convince, select, judge, explain, discriminate, support, conclude, compare, summarize.

PO1 - Knowledge application; PO2 - Analytical and logical thinking; PO3 - Team work; PO4 - Leadership; PO5 - life-long learning; PO6 - Analyze and practice aspects of business; PO7- Personal and Societal growth;