

**SVKM's NMIMS**  
**School of Distance Learning**

Programme: PGDBM/PGDFM

Academic year: 2012 – 2013

Subject: Financial Analysis & Management

Semester: III

Course New

Marks 70

Date: 06.01.2013

Time: 3.00 p.m. to 6.00 p.m.

**Instructions:** Candidates should read carefully the instructions printed on the question paper and on the cover of the Answer Book, which is provided for their use.

**NB:**

1. Answer to each new question to be started on a fresh page
2. Figures in brackets indicates full marks

**Q.1 Attempt any 2 out of 3:**

**(Marks: 2X5= 10)**

- a) Explain the limitations of financial statements.
- b) Explain the meaning and importance of current ratio.
- c) Explain the process of preparing the financial statements.

**Q.2 Write short notes. Attempt any 2 out of 5**

**(Marks: 2X5= 10)**

- a) Letter of credit.
- b) Working capital management.
- c) Difference between Profit & loss account and Cash flow statement.
- d) What is cash cycle? Explain in brief.
- e) What are the different costs associated with accounts receivables? Give a brief account.

**Q.3 Attempt any 3 out of 5**

**(Marks: 3X10 = 30)**

- a) Calculate Net Profit to Net Worth Ratio from the following information:
  - Profit before Interest 9, 40,000
  - Interest 40,000
  - Equity Share Capital 20, 00,000
  - Reserves 2, 00,000
  - Preference Share Capital 3, 00,000

