

Savitribai Phule Pune University
Department of Management Sciences
MBA-BT Semester II
Semester End Exam April 2015
203- Basics of Finance

Question Paper: 50marks
Use of Calculator is permitted

Time: 3Hrs

- Q1. Write a note on any two**
- Working Capital Cycle
 - Baumol's Model
 - Time Value of Money

20 Marks

Q2

- a) The following details are available for Soyan Ltd

(15 marks)

Liabilities	2013	2014	Assets	2013	2014
Share Capital	70,000	74,000	Cash	9,000	7,800
Debentures	12,000	6,000	Long term Investment	14,900	17,700
Reserve for Doubtful Debts			Stock	49,200	42,700
Trade Creditors	11,060	12,640	Land	20,000	30,000
P&A/c	10,040	10,560	Goodwill	10,000	5,000
	103,100	103,200		103,100	103,200

Additional Information:

- Dividend paid Rs 3,500
- Prepare Funds flow statement

Or

- b) From the following information calculate and analyze the current ratio, debt equity ratio, Profitability Ratio

Liabilities	Amount Rs
Share capital	10,00,000
Profit and Loss A/c	5,00,000
6% debentures	10,00,000
Creditors	50,000
Total	25,50,000
Assets	Amount Rs
Fixed assets	24,90,000
Stock	25,000
Debtors	30,000
cash	5,000
Total	25,50,000