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Register Number:

Name of the Candidate:

M.B.A. (Financial Management) DEGREE EXAMINATION – 2013
(SECOND YEAR)
(PAPER-XI)

230. FINANCIAL ANALYSIS AND INDUSTRIAL FINANCING

May)

Maximum: 75 Marks

(Time: 3 Hours)

SECTION-A

Answer any FIVE Questions

(5×3=15)

1. Write Short Notes on:
 - a) Fixed Assets Ratio
 - b) Working Capital
 - c) Capital Market
 - d) IDBI
 - e) Industrial Banking
 - f) Small Scale Industries
 - g) Fund Flow Statement
 - h) Ratio Analysis

SECTION-B

Answer any THREE Questions

(3×10=30)

2. What are the limitations of Ratio Analysis?
3. Explain the functions of State Finance Corporation
4. Explain about the recent trends in Short Term Financing
5. Following is the Profit and Loss Account of a company for the year ending 31.12.1997.

Particulars	Rs	Particulars	Rs.
To Opening Stock	1,00,000	By Sales	5,60,000
To Purchases	3,50,000	By Closing Stock	1,00,000
To Wages	9,000		
To Gross Profit c/d	2,01,000		
Total	6,60,000	Total	6,60,000
To Administrative Expenses	20,000	By Gross Profit b/d	2,01,000
To Selling & Distribution Expenses	89,000	By Interest from outside business	10,000
To Non-operating Expenses	30,000	By Profit on sale of investments	8,000
To Net Profit	80,000		
Total	2,19,000	Total	2,19,000

Calculate:

- a. Gross Profit Ratio
- b. Cost of Sales
- c. Net Profit Ratio
- d. Operating Ratio
- e. Operating Profit Ratio

6. Prepare a Schedule of changes in Working Capital from the Balance Sheet given below:

Liabilities	1996	1997	Assets	1996	1997
Share Capital	3,00,000	3,75,000	Machinery	70,000	1,00,000
Creditors	1,06,000	70,000	Stock	1,21,000	1,36,000
P/L A/c	14,000	31,000	Debtors	1,81,000	1,70,000
			Cash	48,000	70,000
Total	4,20,000	4,76,000	Total	4,20,000	4,76,000

SECTION-C

Answer any ONE Question

(1×15=15)

7. Explain the Role of Indian Capital Market
8. Explain the Functions of IFCI
9. From the following balances you are required to calculate Cash from Operations:

	31.12.95	31.12.96
	Rs.	Rs.
Debtors	50,000	47,000
Bills receivable	10,000	12,500
Creditors	20,000	25,000
Bills payable	8,000	6,000
Outstanding expenses	1,000	1,200
Prepaid expenses	800	700
Accrued income	600	750
Income received in advance	300	250
Profit made during the year	----	1,30,000

SECTION-D **COMPULSORY**

(1×15=15)

10. Explain the Role of Commercial Banking in Industrial Financing
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