

**SANT GADGE BABA AMRAVATI UNIVESRITY, AMRAVATI**

**H.V.P.M's**

**COLLEGE OF ENGINEERING & TECHNOLOGY, AMRAVATI**

**Masters of Business Administration (Bi – Annual Pattern)**

**Semester – III Examination of summer 2020**

**WORKING CAPITAL MANAGEMENT**

**Max time:- 1 Hour**

**Max. Marks:- 20 Marks**

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**N. B.**

**1) Figures to the right indicate marks**

**2) Each question carries 10 marks.**

**3) Need to solve any TWO sections.**

**Q – 1)**

**1.1) Define current assets. 2 M**

**1.2)What do you mean holding cash? 2 M**

**1.3)What does the term corporate liquidity implies? 2 M**

**1.4) State various kinds of inventory? 2 M**

**1.5) Define credit policy. 2 M**

**Q – 2)**

**2.1)Define the concept of operating cycle. 2 M**

**2.2) Give the proforma of cash budget. 2 M**

**2.3) Give any two point of difference between Baumol &Benanek Model. 2 M**

**2.4) Give brief about various inventory control model. 2 M**

**2.5) State the concept of credit policy with reference to receivables management.. 2 M**

**Q – 3)**

**3.1)Explain the factors determining working capital requirement? 2 M**

**3.2)Explain various motives behind cash management? 2 M**

**3.3) What do you mean by finance flexibility. 2 M**

**3.4) Give the formulae of EOQ and state its content? 2 M**

**3.5) Explain the objectives of receivables management? 2 M**

**Q – 4)**

**4.1) Explain the role of contingencies while determining working capital requirement? 2 M**

**4.2) Explain the role of cash flow in business liquidity. 2 M**

**4.3) Explain the various measures of liquidity. 2 M**

**4.4) Explain benefits and costs of holding inventory. 2 M**

**4.5) Give short note on collection policies. 2 M**

HVPN MBA