

Roll No.

Total No. of Pages : 02

Total No. of Questions : 07

BBA (Sem.-6th) (2007 to 2011 Batch)

BANKING AND WORKING CAPITAL MANAGEMENT

Subject Code : BB-605

Paper ID : [C0233]

Time : 3 Hrs.

Max. Marks : 60

INSTRUCTION TO CANDIDATES :

1. SECTION-A is COMPULSORY consisting of TEN questions carrying TWO marks each.
2. SECTION-B contains SIX questions carrying TEN marks each and students has to attempt any FOUR questions.

SECTION-A

I. Write briefly :

- I. What is operating cycle?
- II. What is EOQ?
- III. How FIFO differ from LIFO ?
- IV. Discuss in detail working capital.
- V. Define just in time.
- VI. What do you mean by inventory management ?
- VII. Define the five C's of credit.
- VIII. What are the two important features of current assets ?
- IX. Define surplus funds .
- X. Define carrying cost.

SECTION- B

2. Discuss the kind of trade-off involved in determining the optimum level of current assets.
3. What do you mean by working capital ? What strategies are available to a firm for financing its working capital requirement ?
4. What are the motives for holding cash ? What steps would you take to improve the efficiency of cash management ?
5. What are the effects of liberal vs. stiff credit standards. Explain the numerical credit scoring system.
6. What modification is required in the basic EOQ analysis to cope up with the problem of inflation ? Discuss the criteria for judging the inventory system.
7. Explain the following :
 - A. Factor affecting working capital.
 - B. Methods of valuing inventory with the help of example .