

Code No: 12002**JAWAHARLAL NEHRU TECHNOLOGICAL UNIVERSITY HYDERABAD****MBA-II Semester Supplementary Examinations July 2010****FINANCIAL MANAGEMENT****Time: 3hours****Max.Marks:60**

Answer any Five questions
All questions carry equal Marks

1. How does the notion of risk and reward govern the behaviour of the financial manager?
2. Define capital rationing. How are projects ranked under capital rationing?
3. Why is computation of cost of equity capital more complicated than that of other capital components? Explain.
4. What is the objective of capital structure management?
5. Define the term 'Dividend'. State the various issues in dividend policy in the global corporate sector.
6. What is the focus of gross working capital on the management of current assets?
7. What are the strategies regarding the facets of cash management for an effective and efficient cash management?
8. What is Account receivable? Discuss the importance of receivables management.
