****

Register Number:

DATE:

**ST. JOSEPH’S UNIVERSITY, BANGALORE-27**

**BASF – III SEMESTER**

**SEMESTER EXAMINATION: OCTOBER 2023**

**(Examination conducted in November/December 2023)**

**BASF 3323: FINANCIAL DECISION MAKING 1**

**(For current batch students only)**

Time-2 hrs Max Marks-60

**This paper contains \_\_\_\_ printed pages and four parts**

**Section A**

**I.** Answer ***any five*** of the following (**5x2 = 10 Marks)**

1. Write the formula for Current Ratio.
2. What is Systematic Risk?
3. State the meaning of Yield Curve.
4. What are Marketable Securities?
5. Give the meaning of Floating Exchange Rate.
6. Mention the types of Short-term credit.

**Section B**

**II.** Answer ***any three*** of the following (**4x5 = 20 Marks)**

1. Write a short note on Profitability Ratio.
2. Briefly explain on the types of Risks.
3. Summarise on the concept of Working Capital Management.
4. Bring out the importance of Fixed and Flexible Exchange Rates.
5. What is a Merger and also explain the different types of Mergers?

**Section C**

**III.** Answer ***any two*** of the following (**2x10 = 20 Marks)**

1. Explain on the types of Short-term Credit.
2. Enumerate on the methods to valuation for Common Stock.
3. Write a short note on (a) Price to Book Ratio (5 Marks)

(b) Price to Sales Ratio (5 Marks)

**Section D**

**IV. Answer the following (1x10=10 Marks)**

1. Brief a note on(a)Leasing

 (b) Convertible Security

 (c) Warrant

 (d) Retained Earnings

 (e) Bankruptcy