PRESIDENCY UNIVERSITY, BENGALURU

Mid - Term Examinations – October 2025

Date: 08-10-2025   **Time:** 02.00pm to 03.30pm

School: SOL	**Program:** BBA-LLB
Course Code: BBL2001	**Course Name:** FINANCIAL MANAGEMENT
Semester: III	**Max Marks**:50 **Weightage**:25%

CO - Levels	CO1	CO2	CO3	CO4	CO5
Marks	24	26	-	-	-

Instructions:

    (i) Read all questions carefully and answer accordingly.

    (ii) Do not write anything on the question paper other than roll number.

Part A

Answer ALL the Questions. Each question carries 2marks.   **5Q x 2M=10M**

1	Give the meaning of Business Finance.	2 Marks	L1	CO1
2	State any two objectives of Financial Planning.	2 Marks	L1	CO1
3	State the meaning of Present Value.	2 Marks	L1	CO2
4	Define time value of Money.	2 Marks	L2	CO2
5	What is Doubling Period?	2 Marks	L2	CO2

Part B

Answer the Questions.   **Total Marks 40M**

6.	Telways Co. Ltd. appointed you as the financial consultant. You are asked to guide the company with respect to **the meaning, objectives, and significance** of Financial Planning in the context of the company's future projects.	10 Marks	L2	CO1
	Or			

7.	Pramod, is the CFO of a startup that has just received new funding. The company now needs a clarity in financial goals for sustainable growth. The board has stressed two key goals—**profit maximization and wealth maximization**. "As the finance manager, how would he explain the meaning, pros and cons of these concepts to the employees?"	10 Marks	L2	CO1

8.	Define are Financial Planning? Explain the long term and short term instruments used in financial planning.	10 Marks	L2	CO1

Or

9.	Explain the organisational structure of finance in a business organisation.	10 Marks	L2	CO1

10.	Suppose you are investing Rs 70,000 at the beginning of every year for next 3 years in an investment that gives you 11% returns. Calculate the value of the investment at the end of the fourth year if the returns are compounded annually and quarterly.	10 Marks	L3	CO2

Or

11.	Find out the Future Value of the following cash flows after 6 years if the interest rate is 11%.	10 Marks	L3	CO2

Beginning of the Year	Investment P	Investment Q	Investment R
1	1500	400	1800
2	1500	700	1300
3	1500	800	1200
4	1500	1100	1000
5	1500	1400	800
6	1500	1700	600

12.	a) Estimate the PV of the following series of payments made at the end of each year for a period of 4 years at 12% discount rate. Cash flow at the end of 1st year – Rs. 20,000 Cash flow at the end of 2nd year – Rs. 24,000 Cash flow at the end of 3rd year – Rs. 36,000 Cash flow at the end of 4th year – Rs. 48,000 (5 Marks) b) Calculate the future value of Rs.25000 invested for 6 years at a rate of interest of 10% compounded half yearly. (5 marks)	10 Marks	L3	CO2

Or

13.	Determine the PV of Rs.2,50,000 receivable after 9 years if the rate of discount is i) 10% ii)12% iii)15% iv) 18% v) 20%	10 Marks	L3	CO2