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PRESIDENCY UNIVERSITY

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Presidency University Act, 2013 of the Karnataka Act No. 41 of 2013 | Established under Section 2(f) of UGC Act, 1956
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Bengaluru

Mid Term Examinations - October 2026

Date: 05/10/2026 **Time:** 02:00 PM - 03:30 PM

Course Code: MAH2008 **Course Name:** Strategic Financial Management II

Semester: Fifth Semester **Max. Marks:** 50 **Weightage:** 50%

CO - Levels	CO1	CO3
Marks	46	44

PART A: Answer Following Questions. 10 M

Q.N.	Questions	M	CO	BT
1	Define break-even point.	2	CO1	BT1
2	Identify the formula for margin of safety percent.	2	CO1	BT1
3	Describe the purpose of calculating sales to achieve target profit.	2	CO1	BT2
4	Describe credit risk.	2	CO3	BT1
5	Discuss the purpose of risk register.	2	CO3	BT2

PART B : Answer Any 1 Following Questions. 10 M

Q.N.	Questions	M	CO	BT
6	A company makes and sells a single product. The selling price is $12 per unit. The variable cost of making and selling the product is $9 per unit and fixed costs per month are $240,000. The company budgets to sell 90,000 units of the product a month. **Calculate:** a) The budgeted profit per month b) The breakeven point in units	10	CO1	BT3
7	A single product entiry sells their product at $12 per unit earning a contribution of $3 per unit and fixed costs per month are $240,000. The company budgets to sell 90,000 units of the product a month. Calculate: a) The margin of safety as a percentage b) The sales units to achieve target profit of $120,000	10	CO1	BT3

PART C: Answer Any 1 Following Questions. 10 M

Q.N.	Questions	M	CO	BT
8	Discuss the concept of CVP analysis. Outline the advantages of CVP analysis.	10	CO1	BT2
9	Elaborate the concepts of: a) breakeven point b) margin of safety c) sales to achieve target profit	10	CO1	BT2

PART D: Answer Any 1 Following Questions. 10 M

PTO (Please Turn Over)

Q.N.	Questions	M	CO	BT
10	Discuss any five common counter methods to manage financial risk.	10	CO3	BT2
11	Differentiate between the unexpected loss and maximum possible loss.	10	CO3	BT3

PART E: Answer Any 1 Following Questions. 10 M				
Q.N.	**Questions**	**M**	**CO**	**BT**
12	Explian the concept of embedding risk awareness.	10	CO3	BT2
13	Describe the benefits of successfully implementing ERM.	10	CO3	BT2