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GANDHI INSTITUTE OF ENGINEERING AND TECHNOLOGY, ODISHA, GUNUPUR (GIET UNIVERSITY)

B. B. A (Sixth Semester) Examinations, April 2025

21BBAFN36005 – Working Capital Management



Time: 3 hrs

Maximum: 60 Marks

(The figures in the right hand margin indicate marks.)

PART – A

(2 x 10 = 20 Marks)

Q.1. Answer **ALL** questions

	CO #	Blooms Level
a. List the issues in working capital management.	CO1	K1
b. What is the operating cycle?	CO1	K1
c. What are the sources of working capital finance?	CO2	K1
d. Define accrued expenses and deferred income.	CO2	K2
e. Mention tools of cash management.	CO3	K2
f. State the objectives of cash balance determination.	CO3	K1
g. State factors affecting receivables.	CO4	K1
h. Explain the concept of collection policy.	CO4	K2
i. Mention risks of holding inventory.	CO5	K1
j. List tools of inventory control.	CO5	K1

PART – B

(8 x 5 = 40 Marks)

Answer **ALL** the questions

	Marks	CO #	Blooms Level
2. a. Discuss the concept and importance of working capital.	8	CO1	K2
(OR)			
b. Evaluate the consequences of inadequate and excess working capital.	8	CO1	K2
3.a. Explain the regulation of bank finance for Working Capital in India.	8	CO2	K2
(OR)			
b. Evaluate the effectiveness of the regression method for Working Capital estimation.	8	CO2	K5
4.a. Describe the different motives for holding cash.	8	CO3	K2
(OR)			
b. Analyze the role of marketable securities in liquidity management.	8	CO3	K4
5.a. Design a credit policy for a small business firm.	8	CO4	K6
(OR)			
b. Evaluate the impact of credit policy variables.	8	CO4	K5
6.a. Explain different inventory control techniques.	8	CO5	K2
(OR)			
b. Discuss the benefits and limitations of perpetual inventory system.	8	CO5	K2

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