

ILVA COMMERCE & SCIENCE COLLEGE

Internal Examination- 2020-21

Class BBA Vth SEM

Subject: Working Capital Management

Note: - Attempt All Questions

Q 1) What are the objectives of cash Management? What are the factors affecting cash need of a firm?

Q 2) What is the need for Holding Inventory? Discuss any one technique in detail.

Q 3) What do you mean by Credit Policy? Explain its components of Credit Policy. What are the benefits and disadvantages of having Liberal Credit Policy?

Q 4) Explain the different sources of Working Capital Finance. What is the risk return trade-offs involved in choosing a mix of short and long term Financing of Working Capital?

Q 5) What are the determinants of size of investment in receivables? What system of control would you suggest to keep this within reasonable limits?