

Name:
Enrolment No:



UNIVERSITY OF PETROLEUM & ENERGY STUDIES
End Semester Examination (Online) – July, 2020

Program: MBA PM/ET
Subject/Course: Power Financial Management
Course Code: FINC7017

Semester : II
Max. Marks: 100
Duration : 3 Hours

IMPORTANT INSTRUCTIONS

1. *The student must write his/her name and enrolment no. in the space designated above.*
2. *The questions have to be answered in this MS Word document.*
3. *After attempting the questions in this document, the student has to upload this MS Word document on Blackboard.*

	Attempt any five	Marks	COs
Q.1	The pursuit of wealth maximization as the overall goal of the business reconciles the conflicting interests of the varied stakeholders. Elaborate.	20	CO1
Q.2	Concept of risk is very important in finance and so are the different types and measures of risk. Explain	20	CO2,CO4
Q.3	If the cost of debt is far less than the cost of equity why do firms not finance entire funding requirement by way of debt?	20	CO3
Q.4	XYZ steel ltd facing acute shortage of electricity is planning to set up its own power plant. State the important heads of costs that you would consider in projections of the cash flows and why?	20	CO2
Q.5	If a loan carries a fixed rate of interest and it is to be paid over a fixed period the only way to arrive at equated monthly installment is to add the amount of interest and the principal. Do you agree with the statement.	20	CO1
Q6.	Describe the instruments that are available to Indian firms to raise capital from the international capital markets.	20	CO3,CO4

ANSWERS