



DOON UNIVERSITY, DEHRADUN
Mid Semester Examination, Second Semester 2014
School of Management
MBA 2 year (3rd Semester)
Course: MMS – 522: Working Capital Management

Time Allowed: 1½ Hours

Maximum Marks: 30

Note: Attempt All the Sections A,B&C. Read instruction carefully.

SECTION: A)

(Marks: 10×1=10)

Explain operating cycle. Also write a short note on profitability vs. Risk trade off.

SECTION: B) Define the following. Write short notes (not more than 40 words).

(Marks: 1× 5=5)

- a. Inventory.
- b. Put option.
- c. Future.
- d. Option premium.
- e. Hedger.

SECTION: C) Attempt any two questions.

(Marks: 7.5 x2 =15)

- A) Explain Hedging through option.
- B) Explain various methods for cash forecasting.
- C) Explain different types of Working Capital Policies.