



Regulation R20

Subject code: C144EF3

TKR COLLEGE OF ENGINEERING AND TECHNOLOGY

(Autonomous, Accredited by NAAC with 'A+' Grade)

MBA IV Semester Supplementary Examinations February 2025

STRATEGIC INVESTMENT & FINANCING DECISION

Maximum Marks: 70

Date:11.02.2025

Duration: 3 hours

- Note:
- 1.This question paper contains two parts A and B.
 2. Part A is compulsory which carries 20 marks. Answer all questions in Part A.
 3. Part B consists of 5 Units. Answer any one full question from each unit.
 4. Each question carries 10 marks and may have a, b, c, d as sub questions.

Part-A

All the following questions carry equal marks (5x4M=20 Marks)

- 1 Explain the steps to be taken in Monte carol simulation.
- 2 Differentiate the Capital rationing vs Portfolio.
- 3 Define Evaluation of lease.
- 4 Define hire purchase.
- 5 Write the classification of Mergers?

Part-B

Answer the following questions. (5X10M = 50 Marks)

- 6 Explain the Criteria involved in the process of decision making under risk. [10M]

OR

- 7 Explain about certainty equivalent coefficient. [10M]

- 8 Compare and Contrast IRR,MIRR and Modified IRR. [10M]

OR

- 9 Two mutually Exclusive investment proposals are considered the following table gives the information

Cash flow	Project A	Project B
1	3000	6000
2	5000	7000
3	7000	4000
4	10000	5000

Cost of capital is 12% investments for both the projects 8000. Calculate NPV. [10M]

- 10 Explain briefly about hertz simulation. [10M]

OR

- 11 Define IRR and explain the merits and demerits of IRR. [10M]

- 12 Difference between financial lease and operations lease. [10M]

OR

- 13 Compare and contrast Financial and operating lease? [10M]

- 14 Explain briefly about Government Guidelines for Takeover [10M]

OR

- 15 Distinguish between mergers and acquisitions [10M]