

- (ii) Project Stakeholder Analysis
- (iii) MIRR
- (iv) Loan Syndication
- (v) Essentials of a Project report (3×6=18)

[This question paper contains 4 printed pages.]

Your Roll No.....

Sr. No. of Question Paper : 673

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Unique Paper Code : 2923062005

Name of the Paper : Project Appraisal Financing  
and Control (DSE)

Name of the Course : **Bachelor of Management  
Studies (BMS)**

Semester : III

Duration : 3 Hours

Maximum Marks : 90

**Instructions for Candidates**

1. Write your Roll No. on the top immediately on receipt of this question paper.
  2. Attempt **all** questions.
1. (a) Describe the Project Life Cycle with the help of a suitable example. (10)
  - (b) What are the factors that must be examined during the feasibility study? (8)

2. (a) A firm is considering two alternative proposals Project-P and Project-Q each costing Rs. 1,00,000. The cash flows after tax (CFAT) are expected to be as follows:

Year	Project P (Rs.)	Project Q (Rs.)
1	10,000	50,000
2	20,000	40,000
3	30,000	20,000
4	45,000	10,000
5	60,000	10,000

Cost of capital is 10%. Using Net Present Value (NPV) decide which project should be accepted and why? (10)

- (b) Explain any two sources of financing a project with their merits and demerits. (8)
3. (a) What do you mean by Project Risk Analysis? Briefly explain any two techniques of project risk analysis. (10)
- (b) A firm is considering a project which will cost Rs. 2,00,000. The expected cash flows after tax (CFAT) for the next five years are as follows:

Year	CFAT (Rs.)
1	62,500
2	70,000
3	67,500
4	60,000
5	62,500

Compute the Payback Period for the project. If the predetermined period is 2 years, advise the firm whether investment is worthwhile or not on the basis of payback period method. (8)

4. (a) Distinguish between PERT and CPM. Also bring out their suitability of use. (10)
- (b) What are the Pre-Requisites for a successful project implementation? (8)
5. Write short notes on any **Three** :
- (i) Measures of risk in project