

Roll No.

56049

**MBA 2Yr. 3rd Semester (New
Scheme) Batch 2011-13
Examination–December, 2014
PROJECT MGT. AND INFRASTRUCTURE
FINANCE**

Paper : MBA-310

Time : 3 hours

Max. Marks : 80

Before answering the questions, candidates should ensure that they have been supplied the correct and complete question paper. No complaint in this regard will be entertained after the examination.

Note : Attempt **Five** questions in all. Section 'A' is **compulsory**. Attempt other questions selecting **one** question from each unit in Section 'B'. All questions carry equal marks.

SECTION - A

1. (a) What are capital expenditure decisions ?
(b) What is work schedule ?
(c) What is NPV ?

- (d) What is certainty equivalent method ?
- (e) What are social costs ?
- (f) What do you mean by Project appraisal ?
- (g) What is deferred credit ?
- (h) What is PPP model ? 2×8 = 16

SECTION - B

UNIT - I

- 2. Why are capital expenditure decisions important decisions ? What are important faces of project analysis ? Discuss. 16
- 3. What are the components of cost of project ? How financial estimates and projections are inter-related ? 16

UNIT - II

- 4. A company is considering two projects, Project 'A' and Project 'B', each of which requires an initial outlay of Rs. 50 million. Expected cash inflows from these projects are :

Year	Project 'A' (Rs. Million)	Project 'B' (Rs. Million)
1	11	38
2	19	22
3	32	18
4	37	10

If the two projects are mutually exclusive and cost of capital is 10 percent, which project should the firm invest in ? 16

5. What are different types of risks ? Discuss the steps involved in simulating analysis. 16

UNIT - III

6. What are the four stages of appraisal in the UNIDO approach of social cost benefit analysis. 16
7. Discuss the key issues considered by financial institutions while appraising a project for term financing. 16

UNIT - IV

8. Discuss the term 'Project Management' and comment on the following statement :

'Traditional form of organisation is not suitable for the management of projects.'

16

9. What is PPP model ? What initiatives have been taken by the Govt. to give impetus to PPPs. What needs to be done to accelerate PPPs ?

16