43919

BRAINWARE UNIVERSITY

Term End Examination 2025-2026
Programme – M.Com.(BFA)-2024
Course Name – Project Appraisal and Finance
Course Code - MBF40206A
(Semester IV)

Full Marks : 60 **Time : 2:30 Hours**

[The figure in the margin indicates full marks. Candidates are required to give their answers in their own words as far as practicable.]

Group-A

(Multiple Choice Type Question) 1 x 15=15

1. *Choose the correct alternative from the following :*

(i) Describe the objective of screening project ideas.
 a) Select feasible projects b) Calculate profit
 c) Decide dividend d) Fix wage rate

(ii) Assess why demand forecasting is important in projects.
 a) Predict future demand b) Compute depreciation
 c) Decide bonus d) Estimate tax

(iii) List secondary data usefulness in project analysis.
 a) Provides existing published data b) Calculates dividend
 c) Estimates wages d) Controls inventory

(iv) Explain why plant and machinery cost is crucial.
 a) Determines production capacity b) Increases share value
 c) Reduces tax d) Controls wages

(v) Evaluate preliminary expenses in project costing.
 a) Expenses incurred before operation b) Operating profit
 c) Dividend cost d) Employee salary

(vi) List the effects of operational inefficiency.
 a) Reduces profitability b) Controls wages
 c) Fixes salary d) Calculates tax

(vii) Assess need for technological upgradation.
 a) Maintains competitiveness b) Controls wages
 c) Fixes salary d) Calculates tax

(viii) Explain implication of improper risk allocation.
 a) Increases project exposure b) Controls wages
 c) Fixes salary d) Calculates tax

(ix) Explain impact of financing delay.

a) Slows project execution b) Controls wages
c) Fixes salary d) Calculates tax

(x) Evaluate role of audit in project control.

a) Ensures financial accuracy b) Controls wages
c) Fixes salary d) Calculates tax

(xi) Identify importance of project documentation.

a) Supports accountability b) Controls wages
c) Fixes salary d) Calculates tax

(xii) Describe effect of inaccurate projections.

a) Leads to wrong decisions b) Controls wages
c) Fixes salary d) Calculates tax

(xiii) Analyze benefit of diversification in investments.

a) Reduces risk exposure b) Controls wages
c) Fixes salary d) Calculates tax

(xiv) Sketch implication of liquidity shortage.

a) Affects project operations b) Controls wages
c) Fixes salary d) Calculates tax

(xv) Identify the role of cost auditing in projects.

a) Controls project expenditure b) Fixes wages
c) Controls salary d) Calculates tax

Group-B

(Short Answer Type Questions) 3 x 5=15

2. Describe investment opportunity identification in project planning. (3)
3. Interpret demand forecasting in project planning. (3)
4. Explain site development cost in project implementation. (3)
5. Describe Little and Mirrlees approach in SCBA. (3)
6. Describe investment appraisal under risk and uncertainty. (3)

OR

Interpret Social Cost Benefit Analysis in projects. (3)

Group-C

(Long Answer Type Questions) 5 x 6=30

7. Explain how project environment influences investment decision making. (5)
8. Explain the screening process of project ideas before implementation. (5)
9. Apply sensitivity analysis to measure project risk. (5)
10. Evaluate decision tree analysis in project decision making. (5)
11. Evaluate project feasibility using financial and technical tools. (5)
12. Interpret usefulness of network analysis in project scheduling. (5)

OR

Analyze projected financial statements in project appraisal. (5)

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