





SNS College of Technology, Coimbatore-35. (Autonomous)

Internal Assessment - II Academic Year 2023-2024 (Even) **Fourth Semester**



Department of Management Studies 19BAE711 - Working Capital Management

Time: 1 ½ Hours **Maximum Marks: 50**

PART A

(5 * 2 Marks = 10 Marks)

$(5 \cdot 2 \text{ Wiarks} - 10 \text{ Warks})$					
		Answer all the questions	CO	Bloom	Marks
1.	Dif	ferentiate gross and net working capital	CO 2	An	2
2.	Define permanent working capital		CO 2	U	2
3.	Define working capital financing		CO 3	U	2 2 2 2
4.	Define safety stock		CO 3	R	2
5.	Name any two inventory control system.		CO 3	R	2
		D. D. D.			
	PART B				
_	(2 * 13 Marks = 26 Marks & 1*14 Marks = 14 Marks)				
6.	a.	Discuss the different types of working capital	CO 2	An	13
		financing. (or)			
	b.	Discuss the tips for effective working capital	CO 2	An	13
	υ.	management	CO 2	AII	13
		management			
7.	a.	Discuss the different types of inventory	CO 3	An	13
		control system.			
		(or)			
	b.	Inventor is mandatory for a company – Justify	CO 3	An	13
		your views.			
8	a.	Hyundai Mobis Co., South Korea's leading	CO 2	An	14
		auto parts producer, is improving the			
		component supply system in Europe and			
		North America so that Hyundai-Kia Motors			
		customers in the regions can be provided with			
		the parts they need just in time.			

When there are too many stages of component supply systems, it takes longer to deliver parts

and customers often fail to be provided just in time. Without accurate demand forecasts, the company will have to store excessive parts in advance, adversely affecting the efficiency in stock management. Currently, there are some 5.83 million European consumers who drive Hyundai or Kia vehicles.

The new system integrates order data from regions and distribution centers and monitors the overs and shorts of inventories. Based on the system, Hyundai Mobis can automatically supply locally produced parts to centers which has low inventory and transfer excessive stocks to other areas.

Moreover, the duration of time needed to deliver requested parts will be reduced by six days to seven from the current 13 days under the new comprehensive management system. It can also cut inventory holding periods by 20 percent as it doesn't have to secure stocks in advance due to the automatic replenishment system.

Comments on the inventory mechanism followed by Hyndai.

or

b. Elaborate the different components of CO 3 An 14 working capital management.

*Abbreviations: CO: Course Outcome, R: Remember, U: Understand, APP: Apply, An: Analyze, E: Evaluate, C: Create

Course Faculty Teaching Coordinator HOD / MBA