



## 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 ' 2 IVIAIRS = 10 IVIAIRS)					
1	Answer all the questions		CO	Bloom	Marks
1.	Define gross working capital.		CO 2	An	2
2.	Define temporary working capital		CO 2	U	2
3.	Name any two importance of working capital finance.		CO 3	U	2
4.	Define inventory.		CO 3	R	2
5.	Name any two inventory control system.		CO 3	R	2
		PART B	. 143	K 1 )	
_	(2 * 13 Marks = 26 Marks & 1*14 Marks = 14 Marks)				
6.	a.	Discuss the importance of working capital management.	CO 2	An	13
		(or)			
	b.	Discuss the methods of estimating working capital.	CO 2	An	13
7.	a.	Discuss the different types of inventory control system.	CO 3	An	13
		(or)			
	b.	Inventor is mandatory for a company – Justify your views.	CO 3	An	13
8	a.	Hyundai Mobis Co., South Korea's leading 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.	CO 2	An	14
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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 steps in operating cycle of CO 3 An 14 working capital.

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

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Course Faculty Teaching Coordinator HOD / MBA