

### UNIT-III

| S. No                                 | Questions                                                      | BTL | CO  | PO |
|---------------------------------------|----------------------------------------------------------------|-----|-----|----|
| <b>Part–A(Short Answer Questions)</b> |                                                                |     |     |    |
| 1                                     | Define Project Financing.                                      | L1  | CO3 | 1  |
| 2                                     | What is Cost Estimation?                                       | L1  | CO3 | 1  |
| 3                                     | Define Payback Period.                                         | L2  | CO3 | 2  |
| 4                                     | What is ARR?                                                   | L2  | CO3 | 2  |
| 5                                     | Define NPV.                                                    | L1  | CO3 | 1  |
| 6                                     | What is IRR?                                                   | L2  | CO3 | 2  |
| 7                                     | Define Profitability Index.                                    | L1  | CO3 | 1  |
| 8                                     | What is Cost of Capital?                                       | L2  | CO3 | 2  |
| 9                                     | Define Cash Flow                                               | L2  | CO3 | 2  |
| <b>Part–B(Long Answer Questions)</b>  |                                                                |     |     |    |
| 1                                     | Explain Project Cost Estimation techniques.                    | L4  | CO3 | 3  |
| 2                                     | Discuss different sources of Project Financing.                | L4  | CO3 | 3  |
| 3                                     | Explain Investment Criteria used in Project Evaluation.        | L4  | CO3 | 3  |
| 4                                     | Explain Payback Period method with advantages and limitations. | L3  | CO3 | 2  |
| 5                                     | Discuss Accounting Rate of Return (ARR).                       | L4  | CO3 | 3  |
| 6                                     | Explain Net Present Value (NPV) technique.                     | L4  | CO3 | 3  |
| 7                                     | Explain Internal Rate of Return (IRR) method.                  | L3  | CO3 | 2  |
| 8                                     | Discuss Profitability Index and its applications.              | L4  | CO3 | 3  |
| 9                                     | Explain Cost of Capital and its significance.                  | L4  | CO3 | 3  |
| 10                                    | Compare NPV and IRR methods.                                   | L3  | CO3 | 2  |

**Blooms Taxonomy Level (BT)** (L1–Remembering; L2–Understanding; L3–Applying; L4– Analyzing; L5–Evaluating; L6–Creating)