

Second Year MHA Degree Supplementary Examinations, February 2014

Hospital Economics and Finance

Time: 3 Hours

Total Marks: 100

- *Answer all questions. Draw diagrams wherever necessary*
- *Write **section A** and **section B** in **separate answer books. Do not mix up questions from section A and section B.***

QP CODE: 202380 Section A – Hospital Economics Marks: 50

Essay: (20)

1. Explain the approaches of monetary valuations in health outcomes. In the public health sector, application of cost-benefit analysis is justifiable. Illustrate with examples.

Short essay: (10)

2. What is market failure. Describe any one of them in detail.

Short notes: (4x5 =20)

3. What is inflation and how does it affect consumer behavior.
4. What is pay-back period with its uses and demerits.
5. Law of demand – supply and its relevance in healthcare economics.
6. Define average cost and marginal costing - Differentiate.

QP CODE: 203380 Section B- Finance Marks: 50

Essay: (20)

1. What is ratio analysis and explain its significance. Explain the liquidity ratios.

Short essay: (10)

2. Explain the concept of working capital management and the factors affecting the determination of working capital

Short notes: (4x5=20)

3. Capitalization of reserves.
4. Zero based budget and its relevance in current day scenario.
5. Scope of decision making in financial management.
6. Dr. Ram wants to know how large of a deposit to make so that the money will grow to Rs10,000 in 8 years at a interest rate of 10%. and if at the same interest rate in how many years will the amount double.