

ADMISSION NUMBER											

School of Business

Master of Business Administration MBA Aviation management
Semester End Examination - Nov 2023

Duration : 180 Minutes
Max Marks : 100

Sem III - MSB23T2001 - Aviation Asset Management

General Instructions

Answer to the specific question asked

Draw neat, labelled diagrams wherever necessary

Approved data hand books are allowed subject to verification by the Invigilator

- 1) What is the difference between an operating lease and a financial lease concerning the aviation industry? K1 (2)
- 2) Illustrate the various methods of airline privatization, such as full divestiture, partial privatization, and public-private partnerships. How do these methods differ, and what factors influence the choice of privatization approach? K2 (4)
- 3) Illustrate the need for the Discounted Cash Flow (DCF) Method in evaluating an airline's financial value. K2 (6)
- 4) Identify the various aspects of the aircraft securitization process. K3 (9)
- 5) Choose the important aspects of obtaining an operating lease. K3 (9)
- 6) Explain the difference between the tangible and intangible assets of an airline. What are the differences in their methods of valuation by an airline's financial team? K5 (10)
- 7) Examine the diverse strategies employed for managing foreign exchange risk within the airline industry, with the overarching goal of ensuring the company's sustained operational viability. K4 (12)
- 8) Explain the difference between the payback period and the discounted payback period as capital budgeting techniques. Which one is more appropriate for long-term investment decisions and why? K5 (15)
- 9) Compare the distinctions that arise between tangible and intangible assets within the aviation industry by comparing the unique characteristics and implications associated with each asset type, shedding light on how tangible assets like aircraft and infrastructure differ from intangible assets such as brand value, patents, and intellectual property in the context of the aviation sector. K5 (15)
- 10) Discuss the various factors that are taken into consideration for a startup airline willing to enter service planning. The answer must include all the financial, operational, and regulatory aspects that might affect the entry. K6 (18)

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K6 (18)