

MMPF-002

Master of Business Administration (MBA)/ Master of Business Administration (Online) MBA (OL) / Master of Business Administration (Financial Management) (MBAFM)/ Post Graduate Diploma in Financial Management (PGDIFM)

ASSIGNMENT

For

July 2023 and January 2024 Sessions

MMPF-002: Capital Investment and Financing Decisions

(Last date of submission for July 2023 session is 31st October, 2023 and for January 2024 sessions is 30th April, 2024)



**School of Management Studies
INDIRA GANDHI NATIONAL OPEN UNIVERSITY
MAIDAN GARHI, NEW DELHI – 110 068**

ASSIGNMENT

Course Code	:	MMPF-002
Course Title	:	Capital Investment and Financing Decisions
Assignment Code	:	MMPF-002/TMA/ JULY/2023
Coverage	:	All Blocks

Note: Attempt all the questions and submit this assignment to the coordinator of your study centre. Last date of submission for July 2023 session is 31st October, 2023 and for January 2024 sessions is 30th April, 2024.

1. Discuss the distinguishing features of a project and describe the project life cycle.
2. Explain the various techniques used for measurement of project risk.
3. What are the various global sources of financing? Discuss the salient features of depository Receipts Scheme, 2014.
4. What do you understand by Financial Restructuring? How will you assess merger as source of value addition.
5. Calculate the Operating Leverage, Financial Leverage and Combined Leverage from the following data under situation I and II and Financial Plan A & B.

Installed Capacity	4000 units
Actual Production & Sales	75% of the Capacity
Selling Price	Rs. 30 per unit
Variable Cost	Rs. 15 per unit

Fixed Cost	
Under Situation I	Rs. 15,000
Under Situation II	Rs. 20, 000

Capital Structure		
Particulars	Financial Plan	
	A	B
Equity	10,000	15,000
Debt (rate of Interest at 20%)	10,000	5,000
	20,000	20,000