

Bachelor of Commerce (General)

B.Com G

CHOICE BASED CREDIT SYSTEM

**BCOE – 143: FUNDAMENTALS OF FINANCIAL
MANAGEMENT**

ASSIGNMENT

2024-2025

Valid from 1st July 2024 to 30th June 2025

Fifth Semester



School of Management Studies

Indira Gandhi National Open University

Maidan Garhi, New Delhi -110068



**BACHELOR OF COMMERCE (GENERAL)
CHOICE BASED CREDIT SYSTEM
BCOE – 143: FUNDAMENTALS OF FINANCIAL MANAGEMENT**

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Dear Students,

As explained in the Programme Guide, you have to do one Tutor Marked Assignment in this Course. The assignment has been divided into three sections. Attempt all the three sections.

Assignment is given 30% weightage in the final assessment. To be eligible to appear in the Term-end examination, it is compulsory for you to submit the assignment as per the schedule. Before attempting the assignments, you should carefully read the instructions given in the Programme Guide.

1. Those students who are appearing in December 2024 exams. They should download the new assignment and submit the same latest by 15 October 2024.
2. Those students who are appearing in June 2025 Term End Examination they have to submit latest by in 15 March 2025.

You have to submit the assignment of all the courses to the Coordinator of your Study Centre.

TUTOR MARKED ASSIGNMENT

COURSE CODE	:	BCOE – 143
COURSE TITLE	:	FUNDAMENTALS OF FINANCIAL MANAGEMENT
ASSIGNMENT CODE	:	BCOE – 143/TMA/2024-25
COVERAGE	:	ALL BLOCKS

Maximum Marks: 100

Note: Attempt all the questions.

Section – A

(Attempt all the questions. Each question carries 10 marks.)

1. What is capital asset pricing model and arbitrage pricing theory? Differentiate between them. **(10)**
2. Discuss NPV method for making capital budgeting decisions with suitable examples. **(10)**
3. Explain different stages involved in operating cycle. Distinguish between gross operating capital and net working capital. **(10)**
4. Discuss with suitable examples various types of risks involved in capital budgeting decisions. **(10)**
5. Explain the various approaches to calculate cost of equity with help of examples. **(10)**

Section – B

(Attempt all the questions. Each question carries 6 marks.)

6. Explain future value and present value of money giving examples. **(6)**
7. What is payback period? Explain the acceptance criteria using payback period method. **(6)**
8. Explain the dual method for the valuation of shares. **(6)**
9. Discuss the conditions under which dividends can't be declared. **(6)**
10. Explain the concepts of factoring and forfaiting. **(6)**

Section – C

(Attempt all the questions. Each question carries 10 marks.)

11. **Write short notes on:** **(10)**
 - a) Financial leverage
 - b) Gordon's model of dividend
12. **Distinguish between:** **(10)**
 - a) Equity shares and Preference share
 - b) Net income approach and net operating income approach