

Bachelor of Commerce (General)

B.Com G

CHOICE BASED CREDIT SYSTEM

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

ASSIGNMENT

2025-2026

Valid from 1st July 2025 to 30th June 2026

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

ASSIGNMENT: 2025-26

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 2025 Term End Examination they have to submit latest by in 15 October 2025.
2. Those students who are appearing in June 2026 Term End Examination they have to submit latest by in 15 March 2026.

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/2025-26
COVERAGE	:	ALL BLOCKS

Maximum Marks: 100

Note: Attempt all the questions.

Section – A

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

1. Explain the various steps involved in capital budgeting process. **(10)**
2. What is capital rationin? Explain the process of capital rationing with suitable example. **(10)**
3. What is cost of capital and why is it important for financial decision making? **(10)**
4. Discuss the effect of corporate taxes on corporate valuation? How does the MM approach integrate corporate taxes into valuation model? **(10)**
5. Discuss accounting rate of return method for making capital budgeting decisions with suitable examples. **(10)**

Section – B

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

6. Define bond and types of bonds. **(6)**
7. When does financial leverage become favourable? Discuss its impact on risk. **(6)**
8. How is the valuation of firms done based on dividends? **(6)**
9. Explain the implication of Walter's model. **(6)**
10. What is CEC method? State its merits and demerits. **(6)**

Section – C

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

11. **Write short notes on:** **(5x2)**
 - a) Time Value of Money
 - b) Residual Theory of dividend
12. **Distinguish between:** **(5x2)**
 - a) Systematic Risk and Un-Systematic Risk
 - b) Gross operating cycle and Net working capital