

# Marks Distribution

Internal	50
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Presentation	25
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Assignment	25
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Semester Examination	50
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TOTAL	100
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# ASSIGNMENT (in PDF )

(I) Pick any Five topic from the following: 4\*5= 20

- 1) Cost of Capital
- 2) CAPM
- 3) Sources of Finance- Pros and cons
- 4) Types of Dividend policy
- 5) Capital Budgeting Techniques
- 6) Capital structure
- 7) Financial Management
- 8) Vision Mission Objective and Goals
- 9) Working Capital
- 10) Strategic Financial Decision Making

(II) Any one numerical from the following 5

Numerical on NPV, PI and Payback method

- 1) Calculate the net present value of a project which requires an initial investment of \$243,000 and it is expected to generate a net cash flow of \$50,000 each month for 12 months. Assume that the salvage value of the project is zero. The target rate of return is 12% per annum. Also determine the Profitability Index and Payback period.
- 2) An initial investment of \$8,320 thousand on plant and machinery is expected to generate net cash flows of \$3,411 thousand, \$4,070 thousand, \$5,824 thousand and \$2,065 thousand at the end of first, second, third and fourth year respectively. At the end of the fourth year, the machinery will be sold for \$900 thousand. Calculate the net present value of the investment if the discount rate is 18%. Round your answer to nearest thousand dollars. Also determine the Profitability Index and Payback period.