



**GITAM**  
**UNIVERSITY**  
 (Estd. u/s 3 of the UGC Act, 1956)

## Centre for Distance Learning

(Approved by Joint Committee of UGC-AICTE-DEC)

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**Note:**

- 1) Last date for submission of assignments for all the courses / papers is- **15.03.2013**
- 2) Non-submission of assignments as per the scheduled date mentioned above attracts a fine of Rs. 200/- upto 31.03.2013 per each assignment of a course / paper and under any circumstances the assignments will not be accepted from 1st April, 2013.

### MPDFM 301 : CAPITAL INVESTMENT AND FINANCIAL DECISIONS

#### ASSIGNMENT – I

**5 X 3 =15 Marks**

1. What is Investment Decisions? How is it different from Financing Decisions?
2. Critically examine various theories of Capital Structure?
3. What are the six component planning sequences of Project Planning?
4. What is the Mathematical expression for the Critical Ratio? What does it tell a Manager?
5. Calculate Weighted average Cost of Capital from the following
  - Equity Share Capital Rs. 3,50,000/- with cost of equity @10% Market value is Rs.4,50,000
  - 8% Preference Shares of Rs.4,00,000/ and its market value is Rs.4,50,000/-
  - 6% Debt of Rs.6,00,000 and its market value is Rs.5,60,000/-.
  - Retained earnings Rs.1,50,000, which has no change in the market value. Its cost is equal to that of cost of equity.

#### ASSIGNMENT – II

**5 X 3 =15 Marks**

6. Why should we be concerned with risk in Capital Budgeting? Is the standard deviation an adequate measure of risk? Can you think of a better measure?
7. What is post sanction monitoring? How is monitoring exercised by Financial Institutions (FIs) in India?
8. Discuss the implications of making Dividends Tax Free?
9. From the following data, assuming a 16 per cent required return and Rs3.00 per share dividend from 7<sup>th</sup> year, compute the value of share after determining growth rate from the following data.

Year	Dividend
1	2.00
2	2.10
3	2.24
4	2.40
5	2.58
6	2.80

10. What is Corporate Restructuring? What motivates an enterprise to engage in Restructuring Exercise?

### MPDFM 302 : SECURITY ANALYSIS & PORTFOLIO MANAGEMENT

#### ASSIGNMENT – I

**5 X 3 =15 Marks**

1. Describe the steps involved in the Investment Process.
2. Write a brief note on the management of Stock Exchanges in India?
3. What are the different types of Securities Markets? What are their role and Functions?

4. Define 'Fundamental Analysis'. Bring out its relevance Foreginty Investment Decision?
5. What are the different methods of Quantitative Analysis for equity investment decision? How do they differ from Qualitative Analysis?

**ASSIGNMENT – II      5 X 3 =15 Marks**

6. What do you mean Capital markets are Efficient? And why Capital market should be Efficient?
7. The following forecasts have been made for investments A and B

Investment A		Investment B	
Returns (%)	Probability	Returns (%)	Probability
10	.05	2	.05
15	.20	12	.25
20	.50	20	.40
25	.20	28	.25
30	.05	38	.05

Calculate the expected rate of return and Standard Deviation which investment has more upside potential and down side danger?

8. Kiran is considering the purchase of a bond currently selling at Rs. 978.50. The bond has four years to maturity, face value of Rs. 1000 and 7 % coupon rate. The next annual interest payment is due after one year from today. The required rate of return is 10 %.
9. Why does the need arise for Portfolio Revision? What are the constraints in Portfolio Revision?
10. Describe various types of schemes issued by various Mutual Funds in India?

**MPDFM 303 : MANAGEMENT OF FINANCIAL SERVICES**

**ASSIGNMENT – I      5 X 3 =15 Marks**

1. What is a financial market? Explain its role and Function?
2. What is Portfolio insurance? How will it be useful to mutual funds in managing their Market Risk?
3. How Securities and Exchange Board of India (SEBI) regulate brokers and sub-brokers?
4. Explain in detail the process used for marketing a Public Offer of equity shares of a Company?
5. What are the factors, which are considered in determining a firm's value before taking a Merger Decision?

**ASSIGNMENT – II      5 X 3 =15 Marks**

6. Explain the process of Credit Rating?
7. Discuss the main advantage of learning an asset instead of buying it?
8. Write a brief note on the History of Credit Cards?
9. Discuss the concept of Insurance with illustration?
10. Discuss in details the regulations given by IRDA for protection of the invests of Policy Holders?

**MPDFM 304 : MANAGEMENT CONTROL SYSTEMS**

**ASSIGNMENT – I      5 X 3 =15 Marks**

1. Define the purpose of management control, distinguishing it from Strategic Planning, strategic formulation and Operational Controls?
2. Explain the concept of MIS. What are the important considerations in designing MIS?
3. Explain the concept of Profit Controls?
4. Define 'Investment centre'? Why are investment centres established?
5. List and explain the various purpose of Performance Management?

**ASSIGNMENT – II            5 X 3 =15 Marks**

6. Explain the impact of TQM process on Management Control systems of an organization?
7. Identify the main constituents of a Total Quality Management approach?
8. Describe the Unique characteristics of Financial Service organizations?
9. Explain the role of financial staff Project Evaluation?
10. The marketing expenses of Prakash Ltd have been budgeted at Rs100 millions for the current year and their functional allocations is shown below:

Particulars	Fixed	Variable	Total
Direct selling	10	30	<b>40</b>
Distribution	15	20	<b>35</b>
Promotion	5	10	<b>15</b>
Other marketing	10	-	<b>10</b>
	<b>40</b>	<b>60</b>	<b>200</b>

**MPDFM 305 : INTERNATIONAL FINANCIAL MANAGEMENT**  
**ASSIGNMENT – I            5 X 3 =15 Marks**

1. Discuss the trends in the World Economy over last some decades?
2. Briefly explain about the Tariff and Non-Tariff barriers to trade?
3. What do you mean by SDRs? How do they help to improve International equidity?
4. Describe different types of Exchange exposules?
5. Explain in details the important features of FEMA?

**ASSIGNMENT – II            5 X 3 =15 Marks**

6. What purpose do Foreign Exchange Markets serve?

7. Discuss the objectives of raising of resources from International Market?
8. What is letter of credit? What is its importance in Financing Export Trade of a country?
9. How can exchange control factor be incorporated in International Capital Budgeting Decision?
10. Examine Vernon's theory as the basis for FDI