

**PGDFM**  
**SEMESTER - II**  
**ASSIGNMENTS**  
**Academic Year 2020-21**

**Please follow the instructions and submit the assignment in the given time.**

1. Assignment is compulsory.
2. Last date to submit this assignment is 17th July, 2021.
3. Assignment should be in written format. You can write the assignment in the Assignment sheet that you received from the Institute or can use single line A4 size papers.
4. No typed assignments or Xeroxed copies will be accepted.
5. Mention your details on the front page:
  - a) Full Name
  - b) Application ID No. / Seat No.
  - c) Name of the Subject
6. Do not forget to write the page number on each and every page at the top right hand side of the page.
7. Scan and submit the assignment in PDF format on our official MOODLE platform ([eclipse.mu.ac.in](http://eclipse.mu.ac.in)).

## FINANCIAL MANAGEMENT

*(20 Marks)*

Q1.) Ganseshay ltd is considering an investment proposal to install new milling controls at a cost of Rs.50,000. The facility has a life expectancy of 5 years and no salvage value. The tax rate is 25% .Assume the firm uses Straight line method of depreciation and the same is allowed for tax purposes. The estimated cash flows before depreciation and tax (CFBDT) from the investment proposal are as follows:

*(10 marks)*

Year	1	2	3	4	5
CFBDT	20,000	10,692	12,769	13,462	20,385

Compute the following;

1. Net Present value at 10%
2. Profitability Index at 10%
3. Payback period

Q2.) How much amount is required to be invested every year so as to accumulate 300000 at the end of 10 years if interest is compounded annually at 10%?  
*(5 marks)*

Q3.) Raman plans to lend Rs.1,00,000 for a period of 5 years at an interest rate of 12%. How much money should he receive at the end of each year to recover the investment back?  
*(5 marks)*

# **INVESTMENT MANAGEMENT**

*(20 Marks)*

## **Answer the following questions: (any 4)**

1. Explain any 4 factors of Macro- Economic Analysis.
2. Explain Porter's 5 Force Model.
3. Explain any 2 types of Chart Patterns.
4. Explain the types of risks.
5. Explain Capital Market Line.
6. Write any 4 features of Futures.
7. Differentiate between Options contract and Futures contract.

# **INTERNATIONAL FINANCE**

*(20 Marks)*

## **Answer the following questions: (any 2)**

- 1) Write a note on Purchasing Power parity.
- 2) Explain and features and components of international monetary system.
- 3) Explain the factors affecting Foreign Exchange Rate.

## **Write Short Note on: (any 2)**

- 4) Future Contract
- 5) Uses of Derivatives
- 6) Various types of Bonds
- 7) Types of Forward

## **TAXATION**

***(20 Marks)***

Q.1)

***(10 Marks)***

- a) Explain the deduction available u/s. 24 of Income Tax Act from House Property.
- b) Explain Deduction - u/s. 80 D, u/s. 80 DD and u/s. 80 E.

Q.2) What determination for place of service is important in respect of goods as per Section 10 of the IGST Act, 2017.

***(10 Marks)***