

**Bachelor of Business Administration  
(BBA)**

**ASSIGNMENTS  
2026**

**[Valid from 1st January, 2026 to 30th December, 2026]**

**Fourth Semester**



**School of Management Studies  
Indira Gandhi National Open University  
Maidan Garhi, New Delhi -110 068**

# **Bachelor of Business Administration**

## **(BBA)**

### **ASSIGNMENTS – 2026**

Dear Students,

As explained in the Programme Guide, you have to do one Tutor Marked Assignment in each course.

We are sending the assignments for **BCOE-143, BCOE-144, ECO-13 and BMP-001** together.

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 assignments 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 June 2026 Term End Exam, they have to submit the assignments latest by 15<sup>th</sup> March 2026.
2. Those students who are appearing in December 2026 Term end exams, they should submit the assignments latest by 15<sup>th</sup> October 2026.

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

## TUTOR MARKED ASSIGNMENT

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<b>COURSE CODE</b>	<b>:</b>	<b>BCOE – 143</b>
<b>COURSE TITLE</b>	<b>:</b>	<b>FUNDAMENTALS OF FINANCIAL MANAGEMENT</b>
<b>ASSIGNMENT CODE</b>	<b>:</b>	<b>BCOE – 143/TMA/2026</b>
<b>COVERAGE</b>	<b>:</b>	<b>ALL BLOCKS</b>

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**Maximum Marks: 100**

**Note: Attempt all the questions.**

### Section – A

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

1. Explain the objectives and functions of Financial Management. How does the objective of wealth maximisation guide financial decision-making in the areas of investment, financing, and dividend policy? Illustrate your answer with suitable examples. **(10)**
2. Describe the capital budgeting process in detail. Explain how the time value of money affects the investment decisions. **(10)**
3. A project requires an initial investment of ₹5,00,000 and is expected to generate cash inflows of ₹1,60,000 per year for five years. The firm's cost of capital is 12%. **(10)**
  - a) Calculate the Net Present Value (NPV) and Profitability Index (PI) of the project.
  - b) State the investment decision and justify your answer.
4. What is cost of capital? Explain the importance of Weighted Average Cost of Capital (WACC) in capital budgeting decisions. **(10)**
5. Explain the Net Income (NI) and Net Operating Income (NOI) approaches with respect to capital structure. How do these approaches explain the relationship between leverage, cost of capital, and value of the firm? **(10)**

### Section – B

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

6. Explain the concept of bond valuation. A bond of face value ₹1,000 carries a coupon rate of 9% and has a maturity period of 6 years. If the market rate of interest is 11%, calculate the market price of the bond. **(6)**
7. What is financial leverage? A firm has EBIT of ₹4,00,000 and interest charges of ₹1,20,000. **(6)**
  - a) Calculate the Degree of Financial Leverage (DFL).
  - b) Explain what the result indicates about the firm's financial risk.

8. Explain the Gordon Dividend Growth Model. Under what assumptions does this model operate? (6)
9. Define risk and return. Explain the relationship between risk and expected return. (6)
10. A retail firm experiences frequent cash shortages despite having profitable operations. Using this situation, explain the concept of working capital. (6)

**Section – C**

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

11. **Write short notes on:** (10)
- a) Time Value of Money
  - b) Capital Rationing
12. **Distinguish between:** (10)
- a) Profit Maximisation and Wealth Maximisation
  - b) Net Present Value and Internal Rate of Return