M.Com 3<sup>rd</sup> Semester

# Master of Commerce (M.Com)

Third Semester Assignments 2025

For January 2025 and July 2025 admission cycle



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



## School of Management Studies Indira Gandhi National Open University

### Master of Commerce (M.Com) Third Semester ASSIGNMENTS –2025

Dear Students,

As explained in the Programme Guide, you have to do one Tutor Marked Assignment for each course. We are sending the assignments of all the six courses together in this booklet.

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.

These assignments are valid for two admission cycles (January 2025 and July 2025). The validity is given below:

- 1 Those who are enrolled in January 2025, it is valid upto December 2025.
- 2 Those who are enrolled in July 2025, it is valid upto June 2026.

In case you are planning to appear in June Term-End Examination, you must submit the assignments to the Coordinator of your Study Centre latest by **15th March**, and if you are planning to appear in December Term-End Examination, you must submit them latest by **15th October**.

In case, you are not able to submit the assignment during above mentioned period, you are required to submit the new assignment.

#### **TUTOR MARKED ASSIGNMENT**

COURSE CODE	:	<b>MCO-07</b>
<b>COURSE TITLE</b>	:	<b>Financial Management</b>
ASSIGNMENT CODE	:	MCO-07/TMA/2025
COVERAGE	:	ALL BLOCKS

## Maximum Marks: 100

#### Attempt all the questions:

- 1) a) Discuss the challenges faced by the financial managers in India. (10+10)
  - b) Explain "Time Value of Money ". What is the role of interest rate in it?
- a) A company pays dividend of Rs. 2, it is expected to grow @ 20% for a period (10+10) of 4 years the normal growth rate after that period is expected @ 5%. The required rate of return is 12%. Find out the price at present.
  - b) Explain the contribution of CAPM with suitable illustrations.
- 3) a) How is the Cost of Debt ascertained? Give examples. (10+10)
  - b) Discuss the role of credit terms and credit standards in a credit policy of a firm?
- 4) a) Explain the different formal and informal credit arrangements. (10+10)
  - b) When does financial leverage become favourable? Discuss its impact on risk.
- 5) a) Distinguish between Financial lease and operating lease. (10+10)
  - b) Distinguish between NPV and PI. Which of these is considered better?