

# **Undergraduate Diploma in Business Administration: Intake November 2023**

Assessment Task: Written assignment based on chosen questions	
Module: Financial Analysis	Tuition Centre: 21 Academy
	Licence Number: 2018-017
Level: Award MQF Level 5	Student Name:
Date:	Student Number:
Assignment Deadline: 15 February202	4

## Task

The purpose of this unit is to develop an understanding of a particular topic you will write about which forms part of the Financial Analysis process.

### Note

This assessment provides students with an opportunity to put into practice the relevant provisions in relation to the topic they choose to write about, forming part of one or more components of HRM.

### Note

You should plan to spend approximately 20 hours researching the assignment question, preparing for and writing the assignment for assessment. The nominal word count for the assignment is 1,200 words. You are expected to use the Harvard referencing style. Make sure to go through the <u>Assignment Guidelines</u> made available in the course resource centre.

### **Choose 1 question from the following:**

### Question 1:

Ratio analysis is an important tool to measure and interpret the success of any business. It allows top management to understand the health of the business, and map strategies for the future.

Outline the financial ratios listed hereunder, providing details on how to calculate the ratios. List also, for each ratio, their meaning and use; and their importance and limitations:

- Acid-Test Ratio
- Asset Turnover Ratio
- Average Inventories Turnover Period
- Average Receivables Settlement Period
- Current Ratio
- Earnings per Share
- Gearing Ratio
- Gross Profit Margin
- Return on Capital Employed
- Return on Equity

### Question 2:

The financial requirements of a business entity differ from one another. In the context of today's realities, provide a critical overview of the requirements on the basis of terms and periods of financial requirement faced by business. Provide detailed examples of the various forms of business finance available to a business.

### Question 3:

Financial Accounting is driven by Principles and Concepts. Provide a detailed explanation of each of these principles and concepts, giving examples of each; their relevance; and any limitations that the application of such principles and concepts have on businesses in today's world.

Pass Mark - 50% of total weighted score of all assessment methods	Total Assignment Weighting - 55%	
By submitting I confirm that this assessment is my own work		
Mark:	Signature: <main assessor=""></main>	
Date	Signature: <quality assurance=""></quality>	