

Undergraduate Diploma in Business Administration: Intakes February 2024 to January 2025

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

Assignment Deadline: 20 February 2025

Task

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

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 Financial Analysis.

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. 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 based on terms and periods of financial requirement of the business. Provide detailed examples of the various forms of business finance available to a business.

Question 3:

Identify the main internal and external users of accounting information of a business, with special emphasis on the type of information each group requires. Give detailed examples of why the users would require such information, and what limitations, if any, exist in providing such data.

Pass Mark - 50% of all the module's weighted 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>	