



FIN300 – Managerial Finance

Summer 2020

Assignment 1 - 15%

Section: O1

By

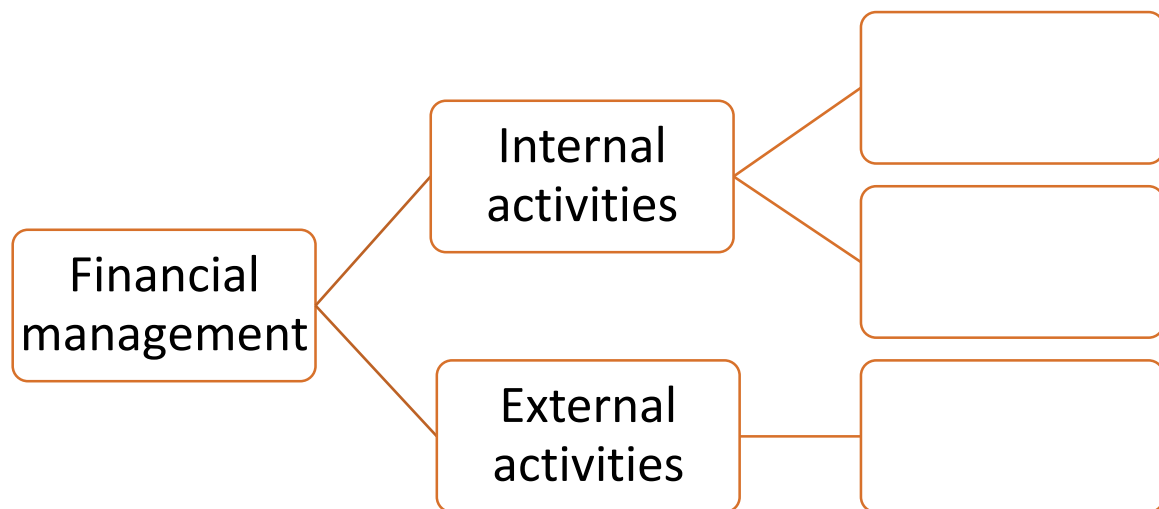
Student Name	ID

Problem 1 (10 points)

What is an angel investor? Who was the first angel investor in the Facebook startup back in 2004?

Problem 2 (20 points)

Draw a diagram in which you will represent the internal and external activities of a company that involve monetary resources. Here is a possible way.



Problem 3 (40 points)

Consider the following summarized balance sheet and answer the questions.

Table 1 Boubyan Petrochemicals Balance Sheet 2020 (modified)

Assets (in Kuwaiti dinars)		Liabilities in (Kuwaiti dinars)	
Cash	47 million	Long term debt	130 million
Accounts receivable	40 million	Accounts payable	135 million
Inventories	6 million	Accrued expenses	35 million
Investment securities	350 million	Share capital	75 million
Property, plants	58 million	Retained earnings	21 million
Intangible assets	14 million	Fair value reserves	?
Total assets	515 million	Total Liabilities and shareholders' Equity	?

Note 1: Consider investment securities as part of current assets.

Note 2: Consider fair value reserves as part of equity.

- Calculate total current assets in 2020.
- Calculate total non-current assets in 2020.
- Calculate total current liabilities in 2020.
- Calculate total non-current liabilities in 2020.
- Fill in the blanks.

Problem 4 (30 points)

Consider the following financial statement information and answer the questions below.

Intangible assets	14 million KD
Total revenue	75 million KD
Taxes	0.25 million KD
Inventories	6 million KD
Interest expenses	9 million KD
Cost of goods sold	38 million KD
General and administrative expenses	16 million KD
Loans	15 million KD

- Calculate the gross profit.
- Calculate the EBIT.
- Calculate net income.

Show steps in all questions above.