



DAFFODIL INSTITUTE OF INFORMATION TECHNOLOGY (DIIT)

Third Year, Sixth Semester

BBA (Honours) in Tourism and Hospitality Management (THM)

Fundamentals of Finance

CHAPTER- 3

TIME VALUE OF MONEY AND ITS APPLICATION

1. What is time value of money? (2002)
Or. What do you mean by time value of money? (2005, 2006, 2009, 2016)
Or. Define time value of money. (2015)
2. Why does money have time value? (2003)
3. “A dollar received today is always worth than a dollar received tomorrow”. Explain. (2013)
4. What are the determining factors of time value of money? (2014)
5. Why is time value of money relevant in making financial decisions? (2007)
6. List five different financial applications of the time value of money. (2005)
Or. List three different financial applications of the time value of money. (2006)
7. What is the relationship between PVIF (k, n) and FVIF (k, n)? (2009)
8. Give the central idea of annuity. (2010)
9. Explain the types of annuity. (2013)
10. What is the difference between an ordinary annuity and an annuity due? (2012)
Or. Distinguish between ordinary annuity and annuity due. (2015)
Or. What is the difference between ordinary annuity and annuity due? (2016)
11. What is the difference between discounting and compounding? (2013)
12. What in meant by opportunity cost? (2013)
13. What is rule of 72 and rule of 69? (2014)