

Choose the correct alternative for the following questions.

1. Shareholder gets remuneration on his Investments in form of ----.

- a) Dividend    b) Salary    c) Interest    d) Commission

2. Debentureholder gets remuneration on his Investments in form of ---.

- a) Dividend    b) Salary    c) Interest    d) Commission

3. Shares of Rs.10/- issued at Rs.12/- is called as shares issued ----.

- a) At Premium    b) At Par    c) At Discount    d) At cost

4. Shares of Rs.10/- issued at Rs.8/- is called as shares issued ----.

- a) At Premium    b) At Par    c) At Discount    d) At cost

5. Shares of Rs.10/- issued at Rs.10/- is called as shares issued ----.

- a) At Premium    b) At Par    c) At Discount    d) At cost

6. If any Shareholder paid entire Balance with allotment is termed as ----.

- a) Calles in Arrears    b) Calles in Advance    c) Final call    d) Forfeited

7. If any shareholder failed to pay any call his shares were?

- a) Issued    b) Calles in Advance    c) Fully paid    d) Forfeited

8. Forfeited shares of A given to B is known as ----.

- a) Issued    b) Bonus    c) Re-issue    d) Forfeited

9. Who is the Loan Creditor of the company?

- a) Preference Share holder    b) Equity Share holder    c) Debenture holder    d) Debtors

10. Who is the True Owner of the company?

- a) Preference Share holder    b) Equity Share holder    c) Debenture holder    d) Creditor

11. Which of the following is not Type of Debentures?

- a) Secured    b) Unsecured    c) Redeemable    d) Preference

12. A written acknowledgement of a debt by a Company means ----.

- a) Preference Share    b) Equity Share    c) Debenture    d) Creditor

13. Redemption of Debentures means ----.

- a) Repayment or Discharge    b) Issue    c) Re-issue    d) Allotment

14. For Redemption of Debentures Company may create a special fund termed as ----.

- a) Sinking fund    b) Reserve fund    c) Provident fund    d) General reserve

15. Any Profit/Loss entitled by Company before its incorporation is termed as ----.

- a) Gross Profit    b) Net Profit    c) Dividend    d) P/L prior to incorporation

16. Profit earned by the Company prior to its incorporation being ----.

- a) Gross Profit    b) Net Profit    c) Dividend    d) Capital Profit

17. In which ratio, Gross Profit is divided?

- a) Time/Period Ratio    b) Sales Ratio    c) Current Ratio    d) Expense Ratio

18. Expenses of Fixed nature like Salaries divided in the Ratio of ----.

- a) Time/Period Ratio    b) Sales Ratio    c) Current Ratio    d) Expense Ratio

19. Expenses of variable nature like Advertisement divided in the Ratio of ----.

- a) Time/Period Ratio    b) Sales Ratio    c) Current Ratio    d) Expense Ratio

20. Audit fee posted in the Column of ----.

- a) Prior Rs.    b) Post Rs.    c) Cash    d) Bank

21. Preparation of final Accounts is made compulsory as per Companies Act ----.

- a) 1956    b) 1948    c) 1950    d) 1949

22. In Vertical form of Balance Sheet Liability side means ----.

- a) Source of funds    b) Application of funds    c) Debit side    d) Credit side

23. Balance Sheet is a ----.

- a) Statement    b) Account    c) Report    d) Book

24. In Vertical form of Balance Sheet, Assets side means ----.

- a) Source of funds    b) Application of funds    c) Debit side    d) Credit side

25. Which of the following is A Current Asset?

- a) Machinery    b) Building    c) Furniture    d) Cash in hand

26. Which of the following is Fixed Assets?

- a) Stock in trade    b) Debtors    c) Furniture    d) Cash in hand

27. Preliminary expenses shown in the Balance Sheet under the heading ----.

- a) Miscellaneous Expenditure    b) Investment    c) Current Assets    d) Fixed Assets

28. Net profit on P & L A/c is transfer under the heading ----.

- a) Reserve & Surplus    b) Investment    c) Share Capital    d) Secured Loan

29. In Company final Accounts Schedule number 1st is ----.

- a) Reserve & Surplus    b) Investment    c) Share Capital    d) Fixed Assets

30. Salary is the following type of expenses ----.

- a) Operating    b) Non Operating    c) Direct    d) None of the above