TYBMM - Semester VI - Financial Management - Mock Test Pape

SERIAL NUMBER	QUESTION TEXT	OPTION_A	
1	Ultimate objective of financial management is	Wealth maximisation	
2	A stock exchange is a market.	Primary	
3	The cost of capital is the highest.	Equity	
4	Distributable profit to the shareholders is known as	Interest	
5	Share capital is a term sources of finance	Short term	
6	Interest on public deposit is paid at a	Fixed rate	
7	Debenture is a securities	Ownership	
8	Term loans do not carry	Voting rights	
9	Retained earning belongs to	Preference shareholders	
10	How many "Function keys" are there in a computer Keyboard	10	
11	The expected sales forecasts are converted into the	Sales budget	
12	Total sales revenue is an aggregate of product wise	Sales expenses	
13	Cash balance is	Permanent assets	
14	Cash budget is the summary of	Income and Expenses	
15	Which one of the following is an item of current assets	Bank overdraft	
16	Which one of the following is an item of fixed assets	Stock in trade	
17	Working capital is a sources of finance.	Short term	
18	is a component of working capital.	Plant	
19	P/V Ratio =	Contribution/Sales	
20	Sales - Variable cost =	Fixed cost	

OPTION_B	OPTION_C	OPTION_D	CORRECT OPTION
Profit maximisation	Survival	Increasing market value	a
Secondary	Tertiary	Future	b
Preference	Debt	Bond	a
Dividend	Cost	Profit	b
Medium	Long	Lower	С
Flexible rate	Current rate	Past rate	a
Creditorship	Governmentship	Publicship	b
Interest	Years	Pledged	a
Equity shareholders	Debentureholders	Borrowers	b
12	15	16	b
Production budget	Master budget	Fixed budget	a
Revenue expenses	Sales revenue	Capital expenses	С
Intangible assets	Current assets	Fictitious assets	С
Profit and Loss	Assets and Liabilities	Receipts and Payments	d
Outstanding salary	Creditors	Debtors	d
Debtors	Bank balance	Furniture	d
Long term	Medium term	Indefinite term	a
Machinery	Building	Cash	d
EBIT/Sales	EBT/Sales	Profit/Variable	a
Interest cost	Contribution	Margin of safety	С