

SAMPLE MCQ

Q1. The only viable goal of financial management is

- A. Profit maximization
- B. Wealth maximization
- C. Sales maximization
- D. Assets maximization.

Q2. Time value of money indicates that

- A. A unit of money obtained today is worth more than a unit of money obtained in future
- B. A unit of money obtained today is worth less than a unit of money obtained in future
- C. There is no difference in the value of money obtained today and tomorrow
- D. There is no difference in the value of money obtained ever

Q3. Which one of the following is an owned capital?

- A. Debentures
- B. Equity shares
- C. Loan from financial institutions
- D. Bonds

Q4. The expansion of CAPM is _____.

- A. Capital amount pricing model.
- B. Capital asset pricing model.
- C. Capital asset printing model.
- D. Capital amount printing model

Q5. 1. Arrange Capital Budgeting Process Steps

- (1) Investment Screening And Selection
 - (2) The Capital Budget Proposal
 - (3) Budgeting Approval And Authorization
 - (4) Project Tracking
 - (5) Post-Completion Auditor
- A. 1,2,3,4,5
 - B. 1.3.4.5.2
 - C. 2.3.4.5.1
 - D. 3,4,2,1,5

Q6. Which Of The Following Is A Demerit Of PBP Method??

- A. Timing & Cost Of Capital Is Not Considered
- B. Easy Method
- C. No Assumption About Future Interest Rates
- D. Suitable For Companies Undergoing Liquidity Constraints

Q7. Divisible Projects Are Ranked On The Basis Of _____

- A. NPV
- B. IRR
- C. PBP
- D. Profitability Index

Q8. Current Assets 200000, Current Liabilities 100000, What Will Be The Maximum Permissible Bank Finance As Per Tandon Committee By Method 1

- A. 75000
- B. 200000
- C. 100000
- D. 300000

Q9. Working Capital means _____.

- A. total assets
- B. fixed assets
- C. current assets
- D. current assets - current liabilities

Q10. _____ is not an inventory.

- A. Machines
- B. Raw material
- C. Finished products
- D. Consumable tools