

1. Royalties on raw material is

- a. Office expense
- b. Selling & distribution expense
- c. Finance expense
- d. COGS

2. Bills receivable to be calculated on the basis of

- a. Credit purchase
- b. Total sales
- c. Cash sales
- d. Credit sales

3. ARR calculation is based on

- a. NPBT
- b. NPAT
- c. NPAT + Depreciation
- d. NPBT - depreciation

4. A sound capital expenditure decision will _____ of a company.

- a. Decrease the profit
- b. Increase sales
- c. Increase overall growth
- d. Decrease overall growth

5. Raw materials p.a. = 150,000 units costing Rs. 20 per unit, holding period of Raw materials is 1 month, then Stock of raw materials = Rs. ?

- a. 2.5 lakhs Rs.
- b. 4.5 lakhs Rs.
- c. 3.5 lakhs Rs.
- d. 1.5 lakhs Rs.

6. Current Ratio is 3 : 1, Current liabilities = Rs. 25 lakhs, working capital = Rs.?

- a. 50 lakhs Rs.
- b. 20 lakhs Rs.
- c. 60 lakhs Rs.
- d. 40 lakhs Rs.

7. Total cash inflow = Rs. 70 lakhs, Original Investment = Rs. 35 lakhs, Profitability Index No. = ?

- a. 2 times
- b. 2.5 times
- c. 3 times
- d. 2.8 times

- 8. Machine costing Rs. 50 lakhs, estimate life = 5 years, estimated scrap value = Rs. 10 lakhs, Depreciation p.a. = Rs.?**
- a. 5 lakhs Rs.
 - b. 6 lakhs Rs.
 - c. 7 lakhs Rs.
 - d. 8 lakhs Rs.
- 9. Raw materials p.a. = 180,000 units costing Rs. 40 per unit, holding period of Raw materials is 1 month, then Stock of raw materials = Rs. ?**
- a. 2.5 lakhs Rs.
 - b. 4.5 lakhs Rs.
 - c. 6 lakhs Rs.
 - d. 1.5 lakhs Rs.
- 10. Owned Fund = Rs. 250 lakhs, Borrowed fund = Rs. 150 lakhs, Fixed assets = Rs. 280 lakhs, Investment = Rs. 20 lakhs, Working Capital = Rs. ?**
- a. 100 lakhs Rs.
 - b. 140 lakhs Rs.
 - c. 150 lakhs Rs.
 - d. 200 lakhs Rs.