

TEST

Chapter 5

QUESTIONS

SECTIONS

1. Section A - 20 Questions

Section 1 : Section A - 20 Questions

1 A Company can accept deposits from public not exceeding 35% of its paid-up share Capital and free reserves.

- Government
- Private
- Eligible Public

Correct: +1

2 Deposit can be accepted for a minimum of 6 months and maximum for _____ months.

- 36
- 3
- 30

Correct: +1

3 Charge on assets is to be created when a company issues

- Unsecured deposit
- Unsecured Debenture
- Secured deposit

Correct: +1

4 If the Company offers secured deposits, it has to create a charge on tangible assets within _____ days of acceptance of deposits.

- 15
- 20
- 30

Correct: +1

5 Company issue _____ to invite its members to subscribe for its deposit scheme.

- Advertisement
- circular
- newspaper

Correct: +1

6 A company needs to take deposit Insurance at least _____ days before issue of circular or advertisement.

- 30
- 25
- 37

Correct: +1

7 Deposit Repayment Reserve Account can be only used for _____.

- paying interest
- repaying deposit
- issue of new deposits

Correct: +1

8 A company must give Deposit Receipt to the depositor within _____ of its acceptance

- 1 week
- 4 weeks
- 3 weeks

Correct: +1

9 Return of deposit must be filled every year on or Before _____.

- 30th June
- 31st March
- 30th April

Correct: +1

10 Private company-

- 100% aggregate of paid-up share capital + free reserves
- 10% aggregate of paid-up share capital + free reserves
- 50% aggregate of paid-up share capital + free reserves

11 Deposit Trust Deed

- Can issue deposit to members only
- Signed at least 7 days before issuing advertisement
- Signed at least 21 days before issuing advertisement

Correct: +1

12 Secured Deposit

- Charge on intangible assets
- Charge on Fixed assets
- Charge on tangible assets

Correct: +1

13 Return of Deposit

- File on or before 30th June every year
- File on before 31st March every year
- File on or After 30th June every year

Correct: +1

14 Minimum period of Deposits

- 6 Months
- 12 Months
- 3 Months

Correct: +1

15 All public companies can collect deposits from public.

- True
- False

Correct: +1

16 A public company can receive deposits from public to any extent.

- True
- False

Correct: +1

17 Deposit can be accepted for maximum of 36 months.

- True
- False

Correct: +1

18 A company can accept deposits payable on demand.

- True
- False

Correct: +1

19 A company can issue the circular for inviting deposits only after 20 days of filing a copy with the registrar of companies.

- True
- False

Correct: +1

20 Deposits Trustees are appointed to protect the interest of the company

- True
- False

Correct: +1

TEST

Chapter 5

ANSWERS

SECTIONS

1. Section A - 20 Questions

Section 1 : Section A - 20 Questions

- 1 Government
- 2 36
- 3 Secured deposit
- 4 30
- 5 circular
- 6 30
- 7 repaying deposit
- 8 3 weeks
- 9 30th June
- 10 100% aggregate of paid-up share capital + free reserves
- 11 Signed at least 7 days before issuing advertisement
- 12 Charge on tangible assets
- 13 File on or before 30th June every year
- 14 6 Months
- 15 False
- 16 False
- 17 True
- 18 False
- 19 False
- 20 False