

TEST

## SP MCQ 6

### QUESTIONS

SECTIONS

1. Section A - 20 Questions

#### Section 1 : Section A - 20 Questions

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1 The decision of finance manager which ensures that firm is well capitalised

- financing decision
- Investment decision
- Corporate Finance

Correct: +1

2 Fixed capital is also referred as circulating capital.

- True
- False

Correct: +1

3 The Depository Receipt traded in country other than USA.

- Global Depository Receipt
- American Depository Receipt
- Public Receipt

Correct: +1

4 The 'real masters' of the company.

- Board of Directors
- Equity Shareholder
- Depositors

Correct: +1

5 It is also called as 'Capitalisation of Profits'

- Issue of Bonus Share
- Allotment of share
- Right issue

Correct: +1

6 Find the odd one :  
ESOS, ESPS, Rights Shares, Sweat Equity.

- ESOS
- ESPS
- Rights Shares
- Sweat Equity

Correct: +1

7 Account to be created for redemption of debentures.

- Debenture Redemption Reserve Accounts
- Debenture Account
- Reserve Account

Correct: +1

8 After allotment of Debentures their names are entered in the register of members.

- True
- False

Correct: +1

9 Company can issue circular or advertisement for inviting deposits after ..... days of filing it with Registrar

of Companies

- 21
- 7
- 30

Correct: +1

**10** Agreement between company and Deposit Trustee

- Issue of Deposit
- Trust Deed
- Deposit Agreement

Correct: +1

**11** A special kind of cheque issued by a company on its banker to pay certain sum of money as dividend to its members.

- Divident Warrant
- Bonus Share
- Interest

Correct: +1

**12** Debentureholders enjoy full membership rights of the company.

- True
- False

Correct: +1

**13** Return on investment in debentures.

- Interest
- Dividend
- Profit

Correct: +1

**14** An acknowledgement of the fixed deposit accepted by a company.

- Renewal Deposit Receipt
- Deposit Receipt
- Deposit Certificate

Correct: +1

**15** Demated shares are.....

- Non-transferable
- Fungible

Bearer

Correct: +1

16 ..... is not linked to profits of the company.

Dividend

Interest

Bonus

Correct: +1

17 A market which provide short term funds.

Money Market

Capital Market

Share Market

Correct: +1

18 The ..... is the first stock exchange to be recognized by the Indian Government under the

BSE

NSE

OTCEI

19 A specific place where trading of securities is arranged in an organized method.

Capital market

Stock exchange

None of the above

Correct: +1

20 ISIN is a unique code given to the specific securities

False

True

Correct: +1

TEST

## SP MCQ 6

### ANSWERS

SECTIONS

1. Section A - 20 Questions

#### Section 1 : Section A - 20 Questions

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- 1 financing decision
- 2 False
- 3 Global Depository Receipt
- 4 Equity Shareholder
- 5 Issue of Bonus Share
- 6 Rights Shares
- 7 Debenture Redemption Reserve Accounts
- 8 False
- 9 30
- 10 Trust Deed
- 11 Divident Warrant
- 12 False
- 13 Interest
- 14 Deposit Receipt
- 15 Fungible
- 16 Interest
- 17 Money Market
- 18 BSE
- 19 Stock exchange
- 20 True