

## SP MCQ 3

## QUESTIONS

## SECTIONS

## 1. Section A - 20 Questions

## Section 1 : Section A - 20 Questions

1 Trading firms need large amount of \_\_\_\_\_.

- ☐ Fixed capital
- ☐ Working capital
- ☐ Trading Capital

Correct: +1

2 Choose the correct pair:

Corporate finance :

- ☐ Deals with acquisitions and use of capital
- ☐ Deals with acquisition and use of assets
- ☐ Product mix

Correct: +1

3 The shareholders purchase shares of the company and supply necessary capital. it is a form of \_\_\_\_\_ capital.

- ☐ Borrowd
- ☐ Owned
- ☐ Trade credit

Correct: +1

4 choose the corret pair :

Overdraft facility

- ☐ Saving Account
- ☐ Current Account
- ☐ Fixed Deposit Account

Correct: +1

5 A company can make a \_\_\_\_\_ when it is making a private placement.

- ☐ IPO

- ☐ Bonus Issue
- ☐ Right Issue

Correct: +1

6 Every shareholder has to pay calls as and when company demands.

- ☐ True
- ☐ False

Correct: +1

7 The first depository of India's is \_\_\_\_\_

- ☐ NSDL
- ☐ SEBI
- ☐ CDSL

Correct: +1

8 A company raises debt capital through the issue of \_\_\_\_\_.

- ☐ Equity shares
- ☐ Preference shares
- ☐ Debentures

Correct: +1

9 Stock brokers have to register with SEBI

- ☐ False
- ☐ True

Correct: +1

10 Debenture holders are the owner of the company.

- ☐ False
- ☐ True

Correct: +1

11 A company must give deposit Receipt to the depositor within \_\_\_\_\_ of its acceptance.

- ☐ 1 week
- ☐ 4 week
- ☐ 3 week

Correct: +1

12 Choose correct pair :  
Government Company -

- ☐ Accepts up to 35% of paid-up share capital and free reserves

- ☐ Accepts up to 15% of paid-up share capital and free reserves
- ☐ Accepts up to 25% of paid-up share capital and free reserves

Correct: +1

**13** \_\_\_\_\_ acts as a link between the directors and the members.

- ☐ Shareholders
- ☐ Government
- ☐ Secretary

Correct: +1

**14** The dividend declared by the board between two Annual General meetings

- ☐ Interim Divident
- ☐ Final Divident
- ☐ Normal Dividet

Correct: +1

**15** Status of debenture holder

- ☐ Creditors
- ☐ Owner
- ☐ Debtors

Correct: +1

**16** Find the odd one :

Depositor, Debentureholders , Shareholders.

- ☐ Depositor
- ☐ Shareholders
- ☐ Debentureholders

Correct: +1

**17** The depository participant has\_\_\_\_\_ for Identification.

- ☐ ID No.
- ☐ PAN
- ☐ Index no

Correct: +1

**18** NSE was set up by a group of Indian Financial institutions in \_\_\_\_\_

- ☐ 1994
- ☐ 1992
- ☐ 1995

Correct: +1

**19** Comapny should pay dividend within 45 days from the date of its declaration.

- ☐ True
- ☐ False

Correct: +1

**20** A market where existing securities are resold or traded is called \_\_\_\_\_ market.

- ☐ Commodity
- ☐ Secondary
- ☐ Primary

Correct: +1

TEST

## SP MCQ 3

### ANSWERS

#### SECTIONS

##### 1. Section A - 20 Questions

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

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- 1 Working capital
- 2 Deals with acquisitions and use of capital
- 3 Owned
- 4 Current Account
- 5 Right Issue
- 6 True
- 7 NSDL
- 8 Debentures
- 9 True
- 10 False
- 11 3 week
- 12 Accepts up to 35% of paid-up share capital and free reserves
- 13 Secretary
- 14 Interim Divident
- 15 Creditors
- 16 Shareholders
- 17 ID No.
- 18 1992
- 19 False
- 20 Secondary