

Question	Answer1	Answer2	Answer3	Answer4
FC- OVERVIEW OF BANKING				
_____means the ability of an asset to convert into cash .	Solvency	Liquidity	Efficiency	Profitability
_____means the financial capability or stability or sufficiency in capital of the bank.	Liquidity	Solvency	Efficiency	Loan and Advance
The main objective of any bank is to earn a _____.	Investment	Stability	Profit	Money
Banking functions centrally Control by_____.	IRDA	NABARD	SBI	RBI
The success of the bank depends on the _____provided by the banks.	Saving	Investment	Services	Profit
Customer wants to keep their _____about their valuable assets.	Profit	secret	Intrest	Investment
The First Bank was started in _____.	1786	1787	1788	1789
A bank which is not included in a second schedule of the RBI is known as _____.	Private	Public	non-scheduled bank	Schedule bank
_____is one,Which is registerd in the second schedule the RBI	non-scheduled bank	Schedule bank	Private	Public
More_____leads to more investment and more profit.	Saving	Liquidity	Efficency	Loan and Advance
Central Bank of India was nationalized in _____	1935	1934	1948	1937
The Reserve Bank of India esablished in _____.	1934	1935	1949	1948
Co-oprative banks have a _____ tire setup in India.	1	2	3	6
In 1969,_____banks wear nationalized.	14	16	4	20
Collection of dividend by the bank on behalf of customer is a _____function.	Primary	Agency	Secondary	General
_____.	Commercial Bank	Saving Bank	Industrial Bank	Agricultural Bank
_____.	Companies Act, 1956	1913	Act of 1904	Act of 1912
The Rules and Regulations of a Co-operative Society is formed in its_____.		Co-operative rules	General Body	RBI
The word literally means to work together or act together.	Organization	Company	Co-operation	Association
Industrial banks, also known as _____.	Investment Bank	Agricultural Banks	Exchange Banks	Public Sector Bank
RRB Act _____.	1976	1949	1935	1980
In case of public sector bank at least _____%ownership is with government ,PSB,SBI and its subsidiaries.	49	51	25	75
The bank accept the _____from public.	Money	Deposit	Loan	Credit
The SBI Act was passed to take over the _____.	Imperial Bank of India	The bank of Bengal	Allahabad Bank	Central Bank of India
The Banking Regulation Act,1949, Section_____defines the term Banking Company.	3	1	5	2
In 1980 _____banks were nationalized .	9	6	5	10
The term_____ refers to bringing two or more banks under single control and management.	Group Banking	Chain Banking	Banking	Investment Banking
Currency notes are issued by_____.	RBI	NABARD	Public Sector Bank	Central Government
_____.	Group Banking	Unit Banking	Branch Banking	Chain Banking
Unit Banking are popular in _____.	England	Canada	USA	India
Which is the largest private sector bank in India?	AXIS Bank	ICICI Bank	HDFC Bank	IDBI Bank
Which is the first Indian bank to open branch outside India?	Bank of Baroda	Bank of India	Canara bank	SBI
Bank does not give loan against_____.	gold	LIC policy	lottery ticket	NSC
100/-Rupee note is signed by_____.	prime minister	finance minister	RBI governor	central government
Coins are issued by_____.	Government of India	NABARD	SBI	PUBLIC sector bank
Which type of deposits earns higher interest rate?	current Account	savings account	fixed deposit	Recurring deposit

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What is validity period of cheque?	issue	of issue	issue	unlimited
Name of the first credit rating agency of india _____.	CRISIL	SBI	SEBI	IRDI
commercial paper has _____ maturity	fixed	short term	term period	unlimited
Consumer loans are granted for _____	Long period	Medium period	Short period	Fixed Period
In which year was the Banking Regulation Act passed?	1949	1950	1952	1953
When Indain Company (Amendment) Act was passed ?	1936	1935	1932	1948
In _____presidency banks were merged to form Imperical Bank of India.	1935	1921	1911	1952
Certificate of deposits are known as _____.	Deposit	Deposit	Commercial certificate	Issue of Certificate
First Five Year Plan period is _____.	1949-54	1951-56	1935-40	2000-05
_____ banking popular in India.	Universal	Unit	Chain	Group
Full form of LAB is _____.	Bank	Local Area Bank	Local Admin Bank	Local Agriculture Bank
Real Time Gross Settlement (RTGS) is management by _____.	State Bank of India	India	Association	Government of India
State Bank of India is a _____.		Private Sector Bank		
When Pradhan Mantri Jan Dhan Yojana (PMJDY) was launched by the Government of India?	14 August, 2014	28 August, 2014	14 August, 2015	28 August, 2015
FINANCIAL MARKET				
Financial institution are also termed as _____.	Financial Hub	Financial Capital	Financial Market	Financial City
Time period range for factoring in India is _____.	180-200 days	10-50 days	200-500 days	90-150 days
_____ can pass the law for e banking.	SBI	RBI	Parliament	Merchant association
_____ is the purchase of exporter's receivables at a discounted price by paying cash.	Underwriters	Merchants bankers	Forfeiting	Factoring
Disclosed factoring is also known as _____	Recourse factoring	Non- recourse fadtoring	Notified factoring	Agency factoring
Hire purchase system is governed by _____	Sale of Goods Act	Hire Purchase Act	Installment Act	Registration Act
All merchants bankers must have minimum net worth of _____.	1 crore	10 crore	20 crore	5 crore
Starting and growing a business always need _____	Capital	profit	lose	control
Banking sector comes under _____ sector	Marketing	Service	Industrial	instument
The financial instruments are traded in money markets and then traded in _____	Money market	Capital market	Debt market	Economic markets
Financial Innovation occurs in _____ areas.	marketing	research	Process	technology
_____ market is the best source to invest in liquid assets.	Capital	Money	Equity	Derivatives
_____ is not from unorganized money market.	Money lender	Non-schedule banks	Nidhis	Chit funds
_____ is not applicable to money market.	Link between RBI and banks	Sub-markets	Brokers	Over the phone market
_____ are transactions or short term loans in which two parties agree to sell and repurchase the same security.	Repo	Treasurly biills	Commercial Paper	Intercompany loan
_____ is responsible to impart liquidity in money market instruments.	CCIL	NBFC	DFHI	FII

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_____ is not component of capital market.	Gilt-Edged Market	Industrial Securities Market	NBFCs	Interbank Market
_____ are not debt instruments.	Corporate debt	Bonds	Mutual funds	Government debt
_____ is not one of factors responsible for growth of market in India.	Growth of multinationals	Merchant banking services	General awareness	Loss of public confidence
Which of the following is not component of capital market?	Equity Market	Derivatives Market	Bill Market	Debt Market
The duration of securities dealt in capital market is _____.	few hours	3 months	upto 1 year	more than 1 year
_____ forms backbone of economy.	Capital Market	Equity Market	Derivatives Market	Foreign Exchange Market
_____ is not a challenge for capital market.	Unethical practices	Liquidity	Insider trading	Price Rigging
_____ is not objective of SEBI.	Protection to investors	Prevention of malpractices in stock market	Capital formation	Develop code of conduct for intermediaries
_____ saves the interests of the investors in the capital market of India.	RBI	SEBI	IRDA	Ministry of Finance
_____ are those investors or brokers for that matter who believe that the share price is going to upwards.	Bear	Stag	Bankers	Bulls
_____ is an indication of the trends in the market and investors' expectations about future price movements.	Bears	Bulls	Stock Indices	Stags
Jobbers are dealers who purchase and sell securities on their _____	Other's name	Client's name	Banker's name	Own Name
_____ is a market for new issues.	Primary market	Secondary market	Financial market	Stock market
_____ are some commercial banks acts as collecting agents and some act as co-ordinating bankers.	Brokers	Underwriters	Bankers	Stags
In _____ the issuer can retain over subscription upto certain limit as specified during the announcement of the offer.	Dutch Auction	Greenshoe option	Registrar	Pro rata allotment
A private company cannot issue a _____.	Shares	Debentures	Preference shares	Prospectus
A _____ is an invitation to the public to subscribe to the shares and debentures offered by a company.	manual	Issue price	Prospectus	Tender Method
An _____ is a kind of employee benefit plan, similar in some ways to a profit-sharing plan.	Red Herring Prospectus	Letter of Intent	Tender Method	ESOP
A major indicator of the level of development of an economy is the efficient functioning of its _____	Government	Banks	Capital market	Central Bank
_____ issues securities on behalf of Government of India	Commercial banks	RBI	Public sector banks	Co operative banks
The settlement of the auction of cash management bills is _____ basis	T+1	T+2	T+5	T+4
_____ are bonds whose principal is linked to an accepted index of inflation with a view to protecting the holder from inflation	zero coupon bonds	fixed rate bonds	capital indexed bonds	floating rate bonds

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Special securities carry a coupon with a spread of about ____ basis points.	20-25	30-35	15-20	10-15
State Development Loans are eligible as collaterals for borrowing through market repo under ____ facility.	liquid adjusted	liquidity adjustment	liquid adjustment	liquidity adjusted
The tenor of dated securities can be upto ____ years	25	30	35	40
____ represents a negotiable receipt of funds deposited in a bank for a fixed period	Certificate of deposit	Commercial Paper	G sec	Treasury bills
Which of the following is the reason for poor participation of corporate debt market	lower investor base	unregistered	time of maturity	availability of ready market
The average monthly turnover of Eurobond market is between ____ billion	\$300-400	\$300-450	\$300-500	\$300-550
Buyers and sellers participate in the market through agents called ____	Brokers	Commision agent	Del credere agents	Sellers
____ appoints independent directors on the boards of Exchanges	Central Bank	RBI	Central Government	Forward Market Commission
Investment in commodities is possible in which of the following ways?	dealer trading	Auctioning	direct investment	OTC
NCDEX was promoted by ____	SIDBI	HDFC	NHB	ICICI
NCDEX is a public limited company incorporated on ____	23-Apr-03	23-Apr-13	13-Apr-03	13-Apr-13
____ is the only Exchange in India with high investment and technical support from the commodity relevant institutions	NMCE	NCDEX	MCX	ICEX
NMCE is a ____ company	zero debt	highly debt	negatively debt	positively debt
____ commodities are type of commodity traded which are subject to spoilage.	Hard	Soft	Solid	Technological
The high volatility of the derivatives exposes them to potentially ____ losses.	low	huge	more	insignificant
Since the value of derivatives is based on certain underlying things, they are exposed to ____ risk.	low	moderate	high	insignificant
____ in stock market are risk averse traders.	hedgers	speculators	leverage	arbitraguer
____ amount are not usually exchanged in an interest rate swap.	regular	optimal	principal	initial
In a forward, futures or swap contract, the ____ parties have entered into a binding commitment.	one	two	three	four
After daily settlement , all the open positions are reset to the ____ settlement price.	daily	weekly	quarterly	annually
A forward contract is worth ____ when it is first entered into.	one	two	three	zero
The ____ market is the financial market for dealing in derivatives instruments like futures contract or options, which are derived from underlying assets.	financial	money	exchange	derivatives
I.T.IN BANKING & INSURANCE				
Computers communicate with each other using ____.	Package	Codes	Cables	Bluetooth
____ is necessary for building E-commerce applications.	Software	Hardware	Operating system	Control system
____ is a web client.	Software	Hardware	Browser	Operating system
Speed and ____ are the two main features of ATM services.	variation	accuracy	denomination	quantum
When the Client request Server, inturn Server sends ____ type of file.	HTML	TFTP	SMTP	ICMP
The basic unit of every web is ____.	COBOL	BASIC	OOPS	HTML

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A debit card/ATM card has _____ digits.	12	13	16	10
Network infrastructure includes _____.	Table	Co-axial cable	Time	Electricity
Components of I way are _____.	Network Access Equipment	Calculator	Gaming information	Multimedia
Business A provides a system of credits that allow other businesses to make online purchases. What role is Business A performing?	Issuer	Customer/payer/buyer	Merchant/payee/seller	Regulator
The mathematical formula used to encrypt information is what part of cryptography?	Plaintext	Ciphertext	Encryption algorithm	Key
Which of the following is not one of the major types of payment cards?	Credit cards	Charge cards	Flip cards	Debit cards
Which of the following is not one of the parties usually associated with electronic payments?	Issuer	Customer/payer/buyer	Enforcer	Regulator
Electronic cash is also called as?	Hot money	Digital money	Instant money	Easy money
Expand NEFT.	National Electronic Fund Transfer	Neutral Electronic Fund Transfer	Nominal Electronic Fund Transfer	Natural Electronic Fund Transfer
_____ is the protocol by which we send emails to each other.	SMTP	HTTP	TCP	UDP
_____ may allow transaction data to be sent directly from the customer's browser to the gateway, bypassing the merchant's system.	Payment Gateway	EFT	EPS	ECS
_____ means any third parties should not be able to access or view such payments.	Confidentiality	Integrity	Confirmation	privacy
When credit card details are submitted on a website the _____ receives these details and sends them to the bank for verification.	Payment gateway	EPS	TCP	UDP
A company that manufactures bicycles may use the internet to purchase tires from their suppliers. This is an example of _____ transaction.	B2E	B2G	B2B	C2C
Which one of the following is not one of the major types of e-commerce?	B2C	B2B	C2C	C2B
To which Segment do eBay , Amazon.Com belong ?	B2Bs	B2Cs	C2Bs	C2Cs
Which types of e-commerce focus on consumers dealing with each other?	B2B	B2C	C2C	C2B
_____ e-commerce transaction has the advantage of eliminating middlemen.	B2G	B2C	B2B	B2E
_____ e-commerce consists of the sale of products or services from a business to the general public.	B2G	B2E	B2C	B2B
When different types of multimedia come together, it is called _____.	Media Convergence	Multimedia convergence	Cross media convergence	Storage convergence
_____ refers to a kind of e-commerce which refers to a company selling or buying from other company.	B2G	B2E	B2B	G2G
HLook Up stands for _____ lookup.	vertical	horizontal	right	left
_____ adds all the number in a range based on a given criteria.	Sum()	SumIf()	If()	CountIf()
_____ displays the absolute value of a given number.	If()	Abs()	Max()	Min()
_____ rounds the number down towards zero.	Round()	Roundup()	Rounddown()	Trim()

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_____ displays the remainder value of a given expression.	Mod()	Abs()	Max()	Min()
_____ rounds the number up away from zero, to the nearest multiple of second number.	Round()	Floor()	Roundup()	Ceiling()
You can promote and demote shapes in _____.	Smart Art	Bookmark	Cross-reference	Hyperlink
If you copy an entire marked item to another document then _____ of the documents contain identical items and identical bookmarks.	both first and document	one	only first	only second
_____ feature is included in Links group under Insert tab.	Copy	SmartArt	Table	Bookmark
Hyperlinks is located in _____ tab.	Home	File	Insert	Mailings
Which of the following helps to reduce spelling errors in the document?	Autoformat	Autocorrect	Smart Tags	Auto Text
The default page orientation of word document is _____.	Landscape	Portrait	Long sides	double long sides
What is the smallest and largest font size available in fontsize tool on formatting toolbar?	8 and 68	6 and 72	8 and 72	6 and 68
What type of chart is useful for comparing values over categories?	Pie Chart	Column Chart	Line Chart	Dot Graph
_____ is the tab used to access Mail Merge Option.	Home tab	Insert tab	Reference tab	Mailings tab
Anything done to a person or group of persons which is harmful and disastrous by using the Internet is called _____.	Cyber-Crime	Cyber-Centre	Cyber-Call	Cyber-Stalking
_____ includes software piracy, copyright infringement, trademark violations, etc.	Forgery	Cyber Terrorism	Web Jacking	IPR Violations
_____ means any kind of access without the permission of either the rightful owner or the person in charge of a computer, computer system or computer network.	Lame access	Fruitful access	Unauthorized access	Legal access
_____ are event dependent programs.	Virus	Trojan	Worms	Logic bombs
_____ are the programs that multiply themselves and spread from computer to computer.	Virus	Trojan	Worms	Logic bombs
Trojan Horses are also known to create a _____ on your computer.	front door	worm	backdoor	email
Which word is similar to virus?	Spyware	worm	Hacking	Spam
Which is the program that can infect computer files?	Spyware	Hacking	computer virus	email
MANAGEMENT ACCOUNTING				
The primary users of management accounting information are	Bankers	Managers in organisation	Management accountants	Government
_____ is included in financial statement.	Cash Budget	Capital Budget	Flexible Budget	Profit and Loss Account
The focus of management accounting is on _____ reporting.	External	Internal	Environmental	Human Resource
The vertical format of financial statement is most suitable for _____	Resource Analysis	Operation Analysis	Structural Analysis	Financial Analysis
Which of the following functions is best described as choosing among available alternatives?	Decision making	Controlling	Budgeting	Planning
For taking decisions data must be _____	Incorrect	Massive	Processed Correctly	Processed Wrongly
Strategic information is required for _____	Long Range Planning	Short Range Planning	Day to Day Planning	Monthly Planning
_____ expenses refers to those expenses which the company has incurred, of which the benefits are yet to be realised.	Outstanding	Prepaid	Non-Cash	Cash

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In Vertical Revenue Statement interim dividend paid is classified as _____	Finance Expense	Selling Expense	Office Expense	Appropriation of profit
Management accounting is also called _____	Analytical Accounting	Managerial accounting	Corporate Accounting	Internal Accounting
Financial Accounting deals with _____	Determination of Cost	Determination of Prices	Determination of Profit	Determination of operations
_____ funds belongs to the proprietors.	Owed	Owed	Debenture	Loan
A Management Accountant needs to possess good knowledge of _____ as he has to interact with people within as well as outside the organisation .	Operational Skill	Human Skill	Technical Skill	Purchasing Skill
Income statement is a _____	Statements of working results	Statement of source of funds	Statement of cash flow	Statement of operating results
Balance sheet provides information about the financial position of the enterprise	At a point of time	over a period of time	For a period of time	In a point of time
Which section of the Companies Act requires that Balance Sheet is to be prepared in the prescribed form?	Sec 125	Sec 126	Sec 127	Sec 129
In a common size statement of Profit and loss, the amount of net revenue from operations is assumed to be equal to	1	10	100	1000
An expenditure from which no future benefit is expected is called	Capital Expenditure	Revenue Expenditure	Deferred Revenue Expenditure	Non recurring Expenditure
Decrease in gross profit ratio may be due to _____	Decrease in cost of goods sold	Decrease in sales	Overvaluation of Stock	Decrease in cost of material
What is the serious limitation of financial ratios?	Ratios are screening devices	Ratio can be used only by themselves	Ratio indicate weaknesses only	Ratios are not predictive
Net profit ratio shows the relation between net profit and _____	Gross Sales	Net Sales	Sales Return	Cost of Sales
Ratio analysis is a technique of _____ of financial statement	Analysis	Interpretation	Analysis and interpretation	summarization
Vertical analysis is also know as _____	Dynamic analysis	Static analysis	External analysis	Internal analysis
Which one of the following items is not a tool used for financial analysis?	Comparative Statements	Ratio analysis	Common size statements	Statement of dividend distribution
In common size balance sheet analysis the _____ are taken as cent percent	Total assets	Fixed Assets	Total Capital	Current Assets
Common size statement is also known as _____	Hundred percent statement	External analysis statement	Hundred percent statement and external analysis statement	Ratio analysis

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Full form of MPBF is _____.	Minimum Permissible Bank Finance	Maximum Permissible Bank Finance	Maximum Permanent Bank Finance	Minimum Permanent Bank Finance
_____ policy is known as matching Policy.	Aggressive	Hedging	Highly Aggressive	Conservative
Fluctuating as well as permanent current assets under _____ policy will be financed through short term debt.	Hedging	Highly Aggressive	Aggressive	Conservative
Which is not the importance of Working Capital Management _____.	Higher return on capital	Improved credit profile and solvency	Higher Profitability	Higher Risk
The circular flow concept of Working Capital is based upon _____.	Operating cycle of a firm	Production Cycle	Business Cycle	Accounting cycle
The operating cycle starts with _____.	Sarching Suppliers	the purchase of raw material and other resources	conversion of raw material	the realization of cash from the sale of finished goods
If Current assets =Rs. 6,00,000 & Current Liabilities = Rs.2,00,000 then Gross working capital = _____.	Rs.6,00,000	Rs.2,00,000	RS.4,00,000	RS.5,00,000
Current liabilities refers to those liabilities which are required to be paid _____ a year.	4	1	2	3
When production process takes a long time, _____ amount of working capital will be required.	More	Less	Equal	No
Working capital requirement will be _____ when the rate of stock turnover is higher.	Down	Less	More	High
A business organisation making purchase on credit and selling on cash terms would require _____.	More working capital	Less working capital	No working capital	Equal working capital
Variable Working Capital are of _____ types.	2	3	4	5
_____ committee recommended that business enterprises should improve their liquidity position.	Mehta	Nayak	Tandon	Narasimham
James Walter Model is based on which one of the following assumptions _____.	Cost of capital dose not remain constant	Cost of capital dose not remain constant	Retained earnings is only source of Financing	External financing is used
_____ Model is also used in the valuation of shares.	CAMP	CCAM	CPAM	CAPM
Which of the following is not a Dividend Policy _____.	50% Retention Theory	100 % Payout Theory	Dividend Growth Theory	Walter's Theory
Cost of capital=16%,IRR= 20%,DPS=3,Eps=5.Calculate the Market Price of share as per Walters Model IS _____.	Rs.18.75	Rs.34.37	Rs.33.37	Rs.28.75
_____ Theory states that "Dividends are taxed at higher rates than capital gains".	Residual	Tax Differential	50% Retention	100 % Payout
A _____ is a free share issued by a company without any consideration to the existing shareholders.	Cummulative Preference Shares	Covertible Preference Share	Bonus Share	Dividend

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What should be the optimum dividend pay out ratio , when $r=15\%$ & $K_e =12\%$ _____.	100%	50%	0%	60%
What is the % yield on shares of face value Rs.10, Purchased at Rs.20 which pay a dividend of 20%.	15%	10%	Rs.2	Rs.4
Modigliani and Miller's dividend policy of a firm is _____.	Relevant	Irrelevant	Unrealistic	Realistic
Right Issue is also known as _____	Privileged Subscription	Equity Shares	Stock Dividend	Bonus Shares
Shares issued through IPO is a part of _____	Primary	Secondary	Tertiary	Debt
FINANCIAL MANAGEMENT				
Which of the following are not among the daily activities of financial management?	Sales of shares and bonds	Credit Management	Inventory control	The receipt and disbursement of funds
Ownership of goods under hire purchase agreement is transferred at the time of	Payment of down payment	Payment of first installment	Full and final payment of last installment	Payment of third installment
The act of buying an asset without having to make full payment in the immediate future is know as _____	Hire purchase	Finance lease	Operating lease	Sales and lease back
Under hire purchase system, the agreement can be _____ any time	Renewed	Registered	Terminated	Endorsed
When an asset is acquired on hire purchase system, the asset account is debited with _____ of the assets in the books of the hire purchaser	Hire purchase price	Cash price	Installment price	dowmpayment price
Hire purchase system is governed by	Hire Purchase Act, 1972	Sales of Goods Act	Installment Act	Properties Registration Act
Which of the following is not normally a responsibility of the controller of the modern corporation?	Budget and forecasts	Asset Management	Financial reporting	Cost accounting
What should be the long term focal point of Financial management in a firm?	The number and types of products or services provided by the firm	The creation of value for shareholders	The minimization of the amount of taxes paid by the firm	The profits earned by the firm
The purpose of financial markets is to	Increase the price of common stock	Lower the yield of bonds	Allocate saving efficiently	Control Inflation
Which of the following is not normally a responsibility of the treasurer of the modern corporation but rather the controller?	Budgets and forecasts	Asset management	Investment management	Financial management
Investment decisions, Financing Decisions, and Dividend Decisions are remain functions of _____	Accounting	Marketing	Finance	Production
Which is the source of mid-term finance?	Trade Credit	Company Fixed Deposits raised from public	Debentures	Discounting the Bills Receivable

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The difference between the face value and its purchase price is return of investor when _____ is purchased.	Preference shares	Convertible Debentures	Reedemable Debentures	Zero-coupon Bonds
_____ is the most appropriate goal of the firm	.Shareholder wealth maximization	Profit maximization	Stakeholder maximization	EPS maximization
_____ can refer to loans, bonds, or classes of shares that have equal rights of payment or equal seniority	Bonus Issue	Pari Passu	Redeemable value	Par Value
A company pays a dividend of Rs. 8 annually, if the capialisation rate is 12% determine the price of the share today using constant Growth Model	= Rs 66.67	= Rs 1.5	= Rs. 150	=Rs. 73
A firm has a cash dividend of Rs. 12 per share and an average growth rate of 5%p.a. in cash dividends. The required rate of return of an investor who wishes to purchase stock is 10% p.a. determine the present value of the share.	P = Rs. 300	P = Rs. 270	P = Rs. 240	P = Rs. 210
An investor invests a sum of Rs. 12000 for a perod of 3 years at 10% compound interest per annum. How much money would he get back at the end of the three years?	FV= Rs.16200	FV=15470	FV=15568	FV= Rs.15972
Mr. SM has invested Rs. 100000 in a scheme @ 10%p.a. compounded half yearly, Find out what will the amount become at the end of one year.	FV= Rs.110250	FV= Rs.120251	FV= Rs.110360	FV= Rs.110290
Mrs. DL has invested Rs. 25000 in a scheme @ 12% p.a. compounded quarterly . Find out what will the amount become at the end of two year	FV= Rs.36,559.25	FV= Rs.31,669.25	FV= Rs.41,669.26	FV= Rs.31,000
An investor invest Rs. 60000 in Bank Certificate of Deposit for 3 years at 8% interest p.a. Calculate the maturity value of the investmet	FV= Rs.75,583	FV= Rs.75,000	FV= Rs.82,585	FV= Rs.72,586
A GOI bond of Rs. 1000 each has a coupon rate of 6% p.a. and maturity period is 16 years. If the current market price is Rs. 1,040.Find Yield to Maturity.(YTM)	YTM= 5.64%	YTM= 6.64%	YTM= 5.93%	YTM= 5.34%
Discounting is the ____ of compounding	opposite	similer	equall	zero
A type of preference share which can be converted into Equity Shares.	Participating preference share	Cumulative preference shares	Secures preference shares	Convertible preference shares
Dividend declared between two annual general meeting (AGM's)is termed as_____	stock dividend	cash dividend	intrim dividend	liquidation dividend
Time value of money is based on the principle of____	A stich in time;save nine.	A bird in hand ;is worth two in a bush	As you sow; so shall you reap	Hard work pays in the long run.
Present Value of a Rupee is always_____	equall to its Future Value	Greater then its Future Value	Less then its Future Value	is not related to its Future Value
When bonds are purchased tr a _____,the investor pays more then the face value upfront	premium	par	discount	market price
Risk and return are two sides of the ____ coin	investment	borrowing	equity share	bedenture
The Invested money can grow and earn interest with the passage of _____.	Internal rate of return	Time	Risk free rate	value
Which of the technique of Capital budgeting is fairly simple and does not involve any lengthy calculations.	Net Present Value	Internal Rate of Return	Payback Period	Profitability index

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Capital budgeting decision is also known as _____ in fixed asset.	Freezing of Capital	Debenture capital	Equity capital	Preference share capital
_____ cost are part of cash outflows which have already been incurred and therefore have no effect on the cash flows relevant to the current decisions.	Sunk cost	Cost centres	Imputed cost	Cost per unit
The Average Rate of Return method is also known as _____.	Discounting Rate of Return	Compounding Rate of Return	Net Discounting Return	Accounting Rate of Return
_____ method requires computation of Fake Pay Back period.	Net Present Value	Internal Rate of Return	Profitability index	Pay Back period
_____ approach is based on the assumption that operating income or cash inflow of each year is reinvested in another asset at a certain rate of return from the moment of its receipt until the expiry of the projects economic life.	The Terminal Value	Traditional	Modern	Ancient
From the given data if Payback period of Project A is 2.381 years and Project B is 2.174 years. Which project should be chosen ?	Accept project B	Accept project A	Both projects are risky	Both projects are risk free
Compute payback profitability from the given data : Annual Cash inflow Rs.4,500 , Estimated life of the project is 4 years and payback period of the project is 2 years.	Rs.1,125	Rs.18,000	Rs.2,250	Rs.9,000
For calculating Net Present Value of the project Cash inflow must be after _____ but before _____.	Depreciation , Tax	Depreciation, Scrap	Tax , Depreciation	Scrap , Tax
If Present value of Cash inflow is Rs.2,71,410 and Present value of cash out flow is Rs.2,00,000 then Under NPV technique project must be _____.	Accepted	Rejected	Risky	Risk free
Savings in the project is assumed as _____.	Cash Inflow	Cash Outflow	Cumulative cash inflow	Cumulative cash outflow
Additional cost is assumed as _____.	Non cumulative cash inflow	Cumulative cash inflow	Cash inflow	Cash outflow
Internal rate of return technique of capital budgeting _____ times value of money.	Ignores	Scraps	Considers	Averages
Under payback period Cumulative Cash inflow is computed when cash inflows are _____.	Even	Uneven	Discounted	Not discounted
The term "capital structure" refers to_____.	long-term debt, preferred stock, and common stock equity.	current assets and current liabilities.	total assets minus liabilities.	shareholders' equity.
_____ is the combination between residual and stable dividend policy.	Hybrid dividend policy	Residual dividend policy	Relevance dividend policy	Irrelevant dividend policy
Calculate market price per share as per Walter model;if IRR is 25%, Ke is 20%, DPS is Rs.5 and EPS is Rs.10.	Rs.56.55	Rs.56.25	Rs.56.50	Rs.56
Calculate market price per share as per Gordon model;if IRR is 25%, Ke is 20%, DPS is Rs.5 and EPS is Rs.10.	Rs.55	Rs.60	Rs.50	Rs.25

Question	Answer1	Answer2	Answer3	Answer4
An _____ is one, which is declared before the declaration of final dividend between the two annual general meetings.	Final dividend	Interim dividend	Dividend on preference share	Proposed dividend
Dividend are then paid out with the leftover, or residual earnings is called as _____.	Dividend Stability policy	Dividend policy	Residual dividend policy	Relevant Dividend policy
What is the percentage of yield on shares of face value of Rs. 10, Purchased at Rs.20, Which pay a dividend of 20%.	10.00%	Rs.2	Rs.4	20.00%
_____ is the long term sources of financing.	Treasury bills	Commercial Paper	Venture capital	Trade bills
Which one of the following is a payment by a firm to its shareholders from any source other than current or accumulated retained earnings	Interest	Distribution	.Retained earnings	Dividend
Formula of P/ E Ratio _____	MPS/EPS	MPS/DPS	EPS/MPS	DPS/MPS
Calculate market price per share as per Walter model; if IRR is 5%, Ke is 10%, DPS is Rs.5 and EPS is Rs.10	Rs.70	Rs.75	Rs.74	Rs.80
Calculate market price per share as per Gordon model; if IRR is 5%, Ke is 10%, DPS is Rs.5 and EPS is Rs.10	Rs.51	Rs.55	Rs.53	Rs.50
The value of stock is Rs.300 and the preferred dividend is Rs.60 then required return would be?	Rs.18,000	0.1	20	5
The value of stock is Rs.12,00 and the preferred dividend is Rs.120 then required return would be?	Rs.1,44,000	0.2	10	0.2
The preference dividend is Rs.60 and required rate of return is 20%, then value of Preference stock will be?	40	120	12	300
ORGANISATIONAL BEHAVIOUR				
Personality may ____ from one to another.	differ	not differ	remain similar	not similar
Personality is affected by ____ environment	Family	Management	Manipulation	System
_____ consist of unique and stable Behavior.	Qualities	Differences	variety	Personality
_____ is the first Social Environment.	Heredity	Anscestors	Family	Patterns
Family atmosphere always have _____ on personality.	Introduction	impact	Money	initiative
Favoritism is another kind of _____ family practice.	healthy	systematic	Unhealthy	happy
_____ refers to the external world	Relatives	Environment	Internal	Family
Environment consists of both ____ and post natal condition.	Relatives	Pre natal	Internal	Family
The environment after birth is called as _____	Post natal enviroment	Family	Pre natal environment	relatives
Learning is _____ in Behavior.	similarities	environment	Change	relatives
Motivation is essential for _____.	Learning	Perception	Personality	proper medicines
_____ is also called as External environment	Post natal enviroment	Internal	Pre natal environment	mother's womb
Classical Conditioning was discovered by _____.	James Pavlov	Ivan Pavlov	Henery Pavlov	Sam Pavlov

Question	Answer1	Answer2	Answer3	Answer4
The _____ has undergone considerable change in the last few decades	Family System	Parents	Siblings	Relatives
Operant conditioning is based on law of _____.	Physical	Effect	Behavioural	Spititual
Emotions are _____ feelings.	Tense	Fear	Intense	Money
There are two set of _____ value & Instrumental value.	Terminal	Cognitive	approach	commitment
The tendency to become increasingly committed to bad decisions is called _____.	Escalation of Commitment	Social facilitation	Escalation to emphasize	Group think
Boomers are employees who entered workforce between 1965 & _____.	1985	1975	1995	2005
The admistrative model of decision making was developed by _____.	Hubert Simon	Herbert Simon	Leonard Savage	Richard Snyder
Ethics is doing _____ & avoiding wrong.	Rational	Equality	Subjective	Right
A programmed decision is a _____ decision.	first	unique	uncertain	routine
According to image theory, decisions are made on the basis of Compatibility test and _____.	survey test	market test	Profitability test	feedback
Upward Communication involves _____.	Management	Manipulation	Mischievous	Open - Door- Policy
The awareness of a problem in the process of decision making comes from observation and _____.	reception	perception	connection	selection
Role models, Code of ethics and _____ are some measures organizations adopt to promote ethical behaviour.	Protective mechanisms	Cultural mechanisms	technological upgradation	diplomatic mechanisms
Lateral communication is also known as _____ communication.	Vertical	Simple	Horizontal	Coverage
Grapevine includes _____.	Speed	System	Formalization	Standard
_____ is capacity to influence Behavior.	Power	Money	Medium	Development
_____ challenges tradition.	Gen A	Gen X	Gen Z	Gen B
Negotiation is also termed as _____.	collectivism	Bargaining	power centric	opportunist
Negotiation needs _____ venue.	Selling	buyers	Neutral	Management
"I am OK You are Ok" book was written by _____ Harris	Tom	Robin	Robert	John
Virtual Team uses _____ for communication.	Computer	opinion	performance	personality
Cohessiveness _____ Productivity.	declines	Increases	manipulate	Manage
Negative moods _____ as people grow older.	increase	decline	are neutral	have impact on others
Electronic Meeting requires _____.	Module	Time	Technology	orientation
Emotions can be _____.	positive	Manageable	neutral	passive
Simple structure is part of _____ Organisational design.	Common	New	Management	Systematic
Modern structure of organization is _____.	Virtual	Simple	Team	Matrix
Matrix Organisational structure is _____.	Simple	Flexible	strong	systematic
The difference between Simple & Matrix structure is _____.	Rigidity	Flexibility	ambiguity	Frustration
Boundary less organization replaced _____ by empowered team	Decentralized	Centralized	Department	Managed
Team Structure is more suitable for _____ organization.	Small	Network	Large	Medium
Bureaucracy Structure was popular in year _____.	1950 & 60	1970 & 80	1990 & 2000	2010 & 2020

Question	Answer1	Answer2	Answer3	Answer4
Virtual organizations lacks _____.	Secrecy	Simplicity	Introduction	deductive reasoning
Matrix Structure provides option of more than _____ Boss .	1	2	3	4
Most time in Virtual organizations is spend on _____.	Coordination	Money Management	Manipulation	Management
Boundary less organization reduces _____ barriers	Internal	External	Management	Systematic
Issue of _____ & Frustration is needed to be manage by Banking Sector.	Crime	Commission	Stress	Contingent
TAXATION FOR BANKING & INSURANCE				
An Indian company having control and management of its affairs situated wholly outside India, shall be _____.	Resident in India	Non-resident in India	Not ordinarily resident in India	Both ordinary resident and not ordinary resident in India
Mark Waugh, a foreign national visited India during previous year for 180 days. Earlier to this he never visited India. Mark Waugh in this case shall be :	a resident and ordinarily resident	a resident but not ordinarily resident	a non-resident	Indian Citizen
Income which accrues outside India from a business controlled from India	is taxable only for a non resident	is not taxable only for a non resident	is taxable only for a resident and ordinarily resident	is exempt in all cases
During the previous year 2019-20, if Mr. Rahul Dravid satisfies any of the basic conditions and satisfies both the additional conditions, then he shall be considered as _____	Non-Resident	Resident but Not Ordinarily Resident	Resident and Ordinary Resident	Foreign National
Mr. Brett Lee, an Australian citizen, came to India on 27.07.2018 and left India on 28.05.2019. For the assessment year 2019-20, he is a _____.	Resident and Ordinary Resident	Resident but Not Ordinarily Resident	Non-Resident	Indian Citizen
Income is defined u/s _____	2(7)	2(24)	2(8)	2(9)
Government employees are _____ on receipt of Commuted Pension.	Fully taxable	Fully exempted	Partial taxable	Partial exempted
Definition which are definite, specific, complete and full are called as _____ definitions.	Exhaustive and Inclusive	Proviso	exhaustive	inductive
Prof. Amit Singhania is _____	an Company	an Individual	a Firm	an Association of person
_____ of the Income Tax Act, 1961 gives the definition of various terms.	Section 2	Sub-section	Clause	Manager
Income should be real and not _____.	Fictional	Capital Gains	wards	80 U
Municipal value of a house is ₹18,000,Fair rent ₹20,000,Standard rent ₹22,000. Net Annual Value is	20,000	18,000	24,000	22,000
Municipal value of Mannat residence of Shahrukh Khan , who currently stays there is ₹200 crores . Net Annual Value of Mannat which is self occupied is	200 crores	200 crores - 30%	As per valuer Certificate	Nil
Out of the following which is a Rental Income?	Sub-letting of a house	Letting of an office building	sale of House at profit	Purchase of House Property

Question	Answer1	Answer2	Answer3	Answer4
In Let out Property, Municipal taxes have to be deducted from the NAV	Never	Sometimes	Always	Depends on Income tax Commissioner
Mr. Amit has Four house properties. All are self occupied. The annual value of all the houses shall be NIL. This statement is ____	TRUE	FALSE	Depends on Assessee	Depends on Income tax Commissioner
Maximum Standard Deduction allowed for let out property is ____	1/3rd of NAV	1/3rd of GAV	30% of NAV	30% of GAV
Profession tax deduction is allowed under section _____ of the Income Tax Rule .	16 (iii)	24	10	57
Exemption related to Commutation of pension is covered Under section ____ of Income tax act.	10(1)	10(10)	10(10A)	10(10AA)
The life Insurance Policy taken by a person on the life of another person who is connected & key to the business as employee is called ____	Keyman Insurance policy	Key Insurance Policy	LIC	Employed Insurance
Mr. M, a Government employee gets Rs. 20,000 per year as entertainment allowance out of which he spends Rs. 2,000 for official purpose; Rs. 3,200 for personal purposes & save the balance Rs. 14,800. Basic salary amounts to Rs. 60,000. Compute the taxable entertainment allowance.	5,000	10,000	15,000	20,000
Mr. R is employee in ABC Ltd. and the employer has paid him children education allowance of Rs. 275 p.m. per child for three children. In this case, taxable amount shall be Rs. _____	6,300	7,500	2,400	2,700
Remuneration received by partners from partnership firms is Included under the head ____	Income from salary	income from Business	Income from house property	Income from other source
Ramu who is entitled to a salary of 10,000 p.m. took an advance of 50,000 against the salary in the month of March 2020. The gross salary of Ramu for assessment year 2020-21 shall be ____	1,70,000	1,20,000	50,000	70,000
Maximum Amount notified as exempt for Encashment of leave salary for a non government employee is _____	3,00,000	5,00,000	15,00,000	20,00,000
_____ is the licence from the owner of trade mark permitting another to use that trade mark for business	Licence	Franchise	Goodwill	Copy right
Interest on capital or loan received by a partner from a firm is _____	exempt u/s10(2A)	Taxable under business	taxable under capital gain	income from other sources
Mr.X earns net profit of Rs.50,000. Advertisement in political souvenir Rs. 5,000 is included in gross profit. Net taxable income under Business is _____	50,000	45,000	55,000	40,000
Contribution to provident fund by employer is allowed as expenses under _____	Income from salaries	Income from Business	Income from other sources	totally exempt
_____ is the charging section of income under business and profession	Section 28	Section 24	Section 15	Section 17
Any sum received by an employer from keyman insurance policy taken on the life of the employee shall be_____	exempt	Taxable under business	taxable in the hands employee	taxable under other sources
AR, manager of ABC Ltd. since 2002 was terminated by the company on 1st August 2018 by paying compensation of Rs. 200 lakh is_____	Chargeable under wealth tax act	not chargeable under Income tax	Chargeable under section 17	Chargeable under section 28
Mr. X paid Rs.10,000 as salary to employee without deducting the TDS, then _____ is disallowed as a business expenses	Rs.10,000	Rs. 5,000	Rs.7,000	Rs.3,000
Minimum holding period of capital asset acquired under section 35AD is_____	8 years	10 years	5 years	15 years

Question	Answer1	Answer2	Answer3	Answer4
Period of holding for unlisted equity shares to be treated as short term capital asset is _____ months	12	24	36	48
Cost of long term debenture is _____	eligible for indexation	not eligible for indexation	Eligible, if cost is within ₹ 10,000	Eligible, if cost is within ₹ 20,000
Conversion of debentures into shares shall _____	be regarded as transfer for capital gain purpose	not be regarded as transfer for capital gain purpose	not a capital asset at all	partly regarded as transfer for capital gain purpose
For claiming exemption u/s 54, the assessee should transfer _____	any house property	a residential house property	Bonds & Debentures	a residential house property the income of which is taxable under income from house property
Cost of L&B purchased in 1981-82 = 25,000, FMV as on 1-4-2001 = 20,000, CII (2001-02) = 100, CII (2019-20)=289. What is the indexed cost of acquisition?_____	72,250	8,651	57,800	6,920
Gift of Rs.300000 received on 10th August 2019 through account payee cheque from a non-relative regularly assessed to income tax is _____	a capital receipt not chargeable to tax	chargeable to tax as income from other sources	chargeable to tax as business income	exempt up to Rs. 50000 and balance chargeable to tax as income from other sources
Income from letting of machinery, plant and furniture is -	always chargeable to tax under the head profits and gains of business and profession	always chargeable to tax under the head income from other sources	chargeable under the head income from other sources only if not chargeable under the head profits and gains of Business and profession	exempt from tax
The deduction allowable in respect of family pension taxable under income from other sources is	33-1/3% of the pension	30% of the pension or Rs 15000 whichever is less	33-1/3% of the pension or Rs 15000 whichever is less	Nil
The deduction in respect of interest on enhanced compensation of Rs.150000 received during the previous year 2019-20 would be	Rs.150000 being 100% of Rs 150000	Rs.75000 being 50% of Rs.150000	Rs.45000 being 30% of Rs.150000	Nil

Question	Answer1	Answer2	Answer3	Answer4
Income under the head income from other sources is taxable on	Due basis	receipt basis	on the basis of methods of accounting regularly employed by the assessee	cash basis
family pension received by a widow of a member of the armed forces is subject to conditions	Exempt up to Rs.300000	Exempt up to Rs.350000	totally exempt under section 10(19)	totally chargeable to tax
In case of HUF, deduction u/s 80C in respect of life insurance premium, shall be allowed for :	Karta of HUF	Any member of HUF	Karta and Co-parceners of the HUF	None of the above
An assessee has paid life insurance premium of Rs 25000 during the previous year for a policy of Rs 100000 taken on 1/4/2004. He shall :	Not be allowed deduction u/s 80C	Be allowed deduction u/s 80C to the extent of 20% of the capital sum assured i.e. Rs 20000	Be allowed Deduction for the entire premium as per the provisions of section 80C	not allowed
Deduction in respect of contribution for annuity plan to certain pension fund under 80CCC is allowed to	Any assessee	Individuals only	Individual or HUF	COMPANY
Mr. Mohit Kapoor has income under the head salary Rs 75000, income from long term capital gains Rs 210000 and Lottery Price Rs 35000. Maximum amount of deduction under Ch. VIA shall be	RS 285000	Rs 320000	Rs 75000	Rs 50000
Deduction u/s 80E shall be allowed to	An individual who is resident or non-resident of India	An individual who is resident of India	An individual or HUF who is resident or non-resident	An individual or HUF who is resident in India