

## WEEK 4 ASSIGNMENT 1

**1. A Proprietorship firm can raise funds from \_\_\_\_\_.**

- a) Primary Market
- b) Secondary Market
- c) From its member
- d) All of the above

**Answer: From its member**

**2. A Public Limited Company can raise funds from \_\_\_\_\_.**

- a) From Promoters
- b) Venture Capital
- c) Primary Market
- d) All of the above

**Answer: All of the above**

**3. A Private Equity / Venture Capital may help in [Depending on conditionality of the agreement]**

- a) Managing business operation
- b) Subsequent fund raising
- c) Ensuring business development
- d) All of the above

**Answer: All of the above**

**4. Financial institution does not include/s**

- a) Commercial Banks
- b) Regional Banks
- c) Reserve Bank of India
- d) Unit Trust of India

**Answer: Reserve Bank of India**

**5. Preference Shares can be \_\_\_\_\_ .**

- a) Redeemable
- b) Cumulative
- c) Participatory
- d) All of the above**

**Answer: All of the above**

**6. Company cannot issue the securities in the market**

- a) If promoters are barred from accessing the capital market
- b) If defaulter in payment of interest on security
- c) Both (a) and ( b)
- d) None of the above

**Answer: If promoters are barred from accessing the capital market**

**7. Depository receipt is a capital instrument to issue securities at\_\_\_\_\_.**

- a) Primary market
- b) Local market
- c) Foreign market
- d) All of the above

**Answer: Foreign market**

**8. Venture Capital generally funds below \_\_\_\_\_ percent of the total capital of startup/venture.**

- a) 50
- b) 20
- c) 10
- d) None of the above

**Answer: 50**

**9. Which of the following company can issue Indian Depository Receipts?**

- a) Indian Company
- b) Foreign Company
- c) Indian subsidiary of a foreign company
- d) All of the above

**Answer: Foreign Company**

**10. A primary capital market is a market where one investor can purchase securities held by other investors?**

- a) True
- b) False

**Answer: False**