Week-7 Assignment-7

The due date for submitting this assignment has passed.
As per our records you have not submitted this assignment.

Due on 2019-03-20, 23:59 IST.

1) Where, during a financial year, any asset has been sold:

- No depreciation should be provided for that year
- Depreciation should be provided for the full year
- Depreciation should be provided on pro-rata basis up to the date on which such asset has been sold
- Management, at its discretion, may or may not provide depreciation for that year

No, the answer is incorrect.
Score: 0
Accepted Answers:
Depreciation should be provided on pro-rata basis up to the date on which such asset has been sold

Given:
Nominal value of share Rs. 10
Number of shares issued 10,000
Total Net Profit after tax Rs. 30,000
Dividend paid 10%

What is the EPS?

- Rs. 1
- Rs. 2
- Rs. 3
- None of the above

No, the answer is incorrect.
Score: 0
Accepted Answers:
4) The reasons why we need ratio analysis are:
- to draw meaningful inferences
- to have valuable insights into a firm’s performance
- to have inter-firm comparisons
- to facilitate the decision making by different stakeholders
- All of the above

No, the answer is incorrect.
Score: 0
Accepted Answers:
Capital Reserves

5) What are the various sources of funds of a firm?
- Share capital
- Reserves and surplus
- Debentures
- All of the above

No, the answer is incorrect.
Score: 0
Accepted Answers:
All of the above

6) Which one is the application of funds of a firm?
- Long-term loans
- Fixed assets
- Current assets
- Both ‘B’ and ‘C’

No, the answer is incorrect.
Score: 0
Accepted Answers:
Both ‘B’ and ‘C’

7) This ratio represents the ability of a company to meet its current liabilities:
- Liquidity ratios
- Activity ratios
- Solvency ratios
- Profitability ratios

No, the answer is incorrect.
Score: 0
Accepted Answers:
Liquidity ratios

8) The different bases of techniques employed for analyzing and interpreting the
financial statements include:

- Rules of thumb
- Cross Sectional Analysis
- Time series Analysis
- All of the above

No, the answer is incorrect.
Score: 0
Accepted Answers:
All of the above

9) ‘Net worth ‘of a business means:

- Equity capital + Reserve & surplus
- Total assets
- Total assets plus total liabilities
- Fixed assets minus current assets

No, the answer is incorrect.
Score: 0
Accepted Answers:
Equity capital + Reserve & surplus

10) The profit figure to be taken into account for calculating return on shareholders’ equity is

- Net profit after taxes
- Net profit before taxes
- Net profit before taxes and interest
- Any of the above

No, the answer is incorrect.
Score: 0
Accepted Answers:
Net profit after taxes

11) In calculating the cash earnings per share (CEPS), the net profit plus non-cash charges are divided by

- Number of equity shares outstanding
- Number of preference shares
- Number of equity plus preference shares
- Any of the above

No, the answer is incorrect.
Score: 0
Accepted Answers:
Number of equity shares outstanding

12) Declaration of dividend on equity shares will cause the earnings per share (EPS) to

- Increase
- Decrease
- Either increase or decrease
Remain unchanged

No, the answer is incorrect.
Score: 0
Accepted Answers:
Remain unchanged