Assignment 9

The due date for submitting this assignment has passed. Due on 2019-10-02, 23:59 IST. As per our records you have not submitted this assignment.

1) Receivables turnover ratio may be worked out with the help of following formula: 1 point

- Gross sales/Trade Receivables
- (Gross Sales/ Trade Receivables) * 365
- (Gross sales/Total Receivables) * 365
- Trade Receivables/ Gross Sales

No, the answer is incorrect.
Score: 0
Accepted Answers:
Gross sales/Trade Receivables

2) Which of the following ratio(s) can be used to know about the operating structure of the firm? 1 point

- Fixed assets turnover ratio
- Return on investments
- Gross profit ratio
- All of the above

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

3) Which of the following ratio(s) can be used to know about the financial management of the firm? 1 point

- Total debt- Equity Ratio
4) The deciding factor to grant credit or reject credit under the model given by Smith is:  
- Maximum weighted value of the outcome  
- Aggregate weighted value of the outcome  
- Reasonable weighted value of the outcome  
- Acceptable weighted value of the outcome  
No, the answer is incorrect.  
Score: 0  
Accepted Answers: All of the above

5) Operating structure of any firm may be studied by analyzing which statement of a firm?  
- Trading Account of the firm  
- Profit & Loss Account of the firm  
- Balance Sheet  
- Cash Flow Statement  
No, the answer is incorrect.  
Score: 0  
Accepted Answers: Trading Account of the firm

6) Financial structure of any firm may be studied by analyzing which statement of a firm?  
- Trading Account of the firm  
- Profit & Loss Account of the firm  
- Balance Sheet  
- Cash Flow Statement  
No, the answer is incorrect.  
Score: 0  
Accepted Answers: Profit & Loss Account of the firm

7) As per existing evidences if, the operating structure of the firm is healthy but the financial structure is poor, the future performance of the firm is expected to be:  
- Good  
- Bad  
- Unexpectedly bad  
- Can’t be predicted  
No, the answer is incorrect.  
Score: 0  
Accepted Answers: Good

8) As per existing evidences if, the financial structure of the firm is healthy but the operating structure is poor, the future performance of the firm is expected to be:  
No, the answer is incorrect.  
Score: 0  
Accepted Answers: Good
9) Creditors turnover ratio may be worked out with the help of following formula: 1 point

- Purchases/Trade Payables
- \((\text{Purchases/Trade Payables}) \times 365\)
- \((\text{Trade Payables} / \text{Purchases}) \times 365\)
- Trade payables/ Purchases

No, the answer is incorrect.
Score: 0
Accepted Answers: Purchases/Trade Payables

10) A credit manager would be happy if: 0 points

- Creditors turnover ratio is smaller than receivables turnover ratio
- Creditors turnover ratio is equal to receivables turnover ratio
- Creditors turnover ratio is larger than receivables turnover ratio
- None of the above

No, the answer is incorrect.
Score: 0
Accepted Answers: Creditors turnover ratio is larger than receivables turnover ratio

11) Increasing volume of receivables without matching increase in sales is reflected by: 1 point

- A low Receivables turnover ratio
- A high Receivables turnover ratio
- A high creditors turnover ratio
- A low creditors turnover ratio

No, the answer is incorrect.
Score: 0
Accepted Answers: A low Receivables turnover ratio

12) What does debt-service coverage ratio depict? 1 point

- The ability of the enterprise to repay its trade Receivables
- Long term capability of a firm's operations to sustain its capital structure
- Both a & b
- None of the above

No, the answer is incorrect.
Score: 0
Accepted Answers: Long term capability of a firm's operations to sustain its capital structure