

XLRI JAMSHEDPUR – BM I
Quiz 1, Time: 75 Minutes, Total Marks: 15, Month: July-2016

SECTION I: FROM YOUR CONTINUOUS ASSIGNMENT

(Total: 4 Marks, Each Correct Answer +½ mark, Each Wrong Answer –½ mark)

Mention the following specific names of the following key stakeholders for your allocated company:

Your allocated company is _____

1. Your company's promoter/CEO is _____
2. Your company's external auditor is _____
3. One of the bankers of your company is _____

Check out the following sentence: "My allocated company (as part of group-assignments) uses the LLP route of derisking itself and yet ensuring upside to itself"

4. Do you agree to the above sentence? Yes / No;

Defend your answer to the question # 4 above

Answer:

Yes.....If your company has a subsidiary.

No.....If your company does not have a subsidiary.

SECTION II: FILL IN THE BLANKS

(Total: 4½ Marks, Each Correct Answer +½ mark, Each Wrong Answer –½ mark)

*** OLCs were shared in the server folder with students immediately after the classes.**

1. *Liquidate/Close Down/Shut Down.* Please refer to FAM4e Chapter 1 OLC*, Annexure 1.5
2. *Business Entity.* Please refer to FAM4e Chapter 1 QR Code 1
3. *Going Concern.* Please refer to FAM4e Chapter 1 QR Code 2
4. *Prudence/Conservatism.* Please refer to FAM4e Chapter 1 QR Code 3
5. *Land.* Please refer to FAM4e Chapter 2 QR Code 1
6. *Inventory of Goods.* Please refer to FAM4e Chapter 2 QR Code 2
7. *One Person Company.* Please refer to FAM4e Chapter 1 OLC, Annexure 1.3
8. *Banking/Insurance/Financing/NBFCs.* Please refer to FAM4e Chapter 1 OLC, Annexure 1.4
9. *Banking.* Please refer to FAM4e Chapter 2 QR Code 3

SECTION III: MULTIPLE CHOICE QUESTIONS

(Total: 6½ Marks, Each Correct Answer +½ mark, Each Wrong Answer –½ mark)

1. (a). Please refer to FAM4e Chapter 1 OLC, Annexure 1.5
2. (c). Please refer to FAM4e Chapter 1 OLC, Annexure 1.5
3. (b). Please refer to FAM4e Chapter 1, Section 1.10
4. (d). Please refer to shared slides on 'conservatism' in server
5. (d). Please refer to FAM4e Chapter 2, Annexure 2.7
6. (b). Please refer to FAM4e Chapter 2, Annexure 2.7
7. (c). Please refer to FAM4e Chapter 2, Annexure 2.7
8. (a). Please refer the below mentioned table for specifications and calculations.
9. (c). Please refer the below mentioned table for specifications and calculations.
10. (b). Please refer the below mentioned table for specifications and calculations.
11. (d). Please refer the below mentioned table for specifications and calculations.
12. (d). Unavailability of complete data e.g...Transactions... service tax rate etc...
13. (b). Please refer the below mentioned table for specifications and calculations.

Habib's Hair & Beauty (Jamshedpur) Pvt. Ltd.

Balance Sheet as at.....

<i>Assets</i>		<i>Liabilities and capital</i>	
<i>Current assets</i>		<i>Current liabilities</i>	
Cash	1,000	Accounts payable	36,000
Cash at Bank	9,000	Hire purchase payment due in one year	60,000
Promissory notes	3,000	Bonus payable to employees	21,200
Accounts receivable	30,000	Total current Liabilities	1,17,200
Advance to employees	600		
Office supplies inventory	300	<i>Long Term Liabilities</i>	
Prepaid insurance	800	Hire purchase payable	1,40,000
Prepaid rent	10,000		1,40,000
Inventory (beauty material)	6,000		
Hair Styling equipment inventory	1,300	<i>Capital</i>	
Total current assets	62,000	Owners capital	60,000
<i>Plant and Equipment</i>		Net income for the year	20,800
Furniture & Electronic durables	3,20,000	Less: owners drawings	(10,000)
Less: Accumulated Depreciation	(64,000)		70,800
Generator	10,000		
Total Fixed assets	2,66,000		
Total assets	3,28,000	Total liabilities & capital	3,28,000