

International Commerce Olympiad - 2017
Class XII (Sample Questions)

Section- I

Accountancy

1. If a fixed amount is withdrawn at the beginning of every two months of a calendar year, the interest on total amount of drawings will be calculated for an average period of ___

- (a) 7 months (b) 6.5 months
(c) 8 months (d) 7.5 months

Ans : A

2. P, Q and R were partners in a firm sharing profits and losses in the ratio of 5:3:2 respectively with the capital of P-`2,50,000 , Q- `2,50,000 and R - `1,25,000. Q declared to retire from the firm and balance in reserve on that date was `25,000. If goodwill of the firm was valued at `1,00,000 and profit on revaluation was `20,000, then what amount will be transferred to the loan account of Q.

- (a) `2,06,500 (b) `2,93,500 (c) `2,86,000 (d) `43,500.

Ans : B

3. Ms. Vidushi was to get 5% commission of net cash realised. All assets sold for `3,00,000, All liabilities paid `70,000, Realisation expenses paid `20,000. Following journal entry will be passed for the above:

- (a) Debit Realisation A/c and Credit Vidushi `10,000
(b) Debit Realisation A/c and Credit Cash `10,000
(c) Debit Realisation A/c and Credit Vidushi `10,500
(d) Debit Vidushi and Credit Cash `10,500

Ans : C

4. Max India Ltd. was registered with an authorised capital of `1,00,00,000 divided into 1,00,000 equity shares of `100 each. The company offered for public subscription 60,000 equity shares at a premium of `10 per share. Applications for 55,000 shares were received and allotment was made to all the applicants. All calls were made and duly received except the second and final call of `20 per share on 500 shares. Out of these 250

shares are reissued at par. Calculate the amount of share capital to be shown in Balance Sheet.

- (a) `54,95,000 (b) `55,00,000 (c) `54,75,000 (d) `54,50,000

Ans : A

5. When a Public limited company proposes to increase its subscribed capital, it is required to offer the shares to promoters, venture capitalists, financial institutions etc. at a pre-decided price. Such an issue is termed as:

- (a) Preferential Allotment (b) Private Placement of Shares
(c) Rights Issue (d) Issue of Bonus shares

Ans : A

6. AB Ltd. has issued 10,000 8% debentures of `100 each on 1st July, 2014. The company decided to redeem half of its debentures at 10% premium on 30th June 2018. There was a balance of `2,40,000 in Debenture Redemption Reserve. As per SEBI guidelines how much more amount is required to be transferred to Debenture Redemption Reserve account and how much amount to be invested in Debenture Redemption

Investments, assuming that company wishes to maintain the minimum criteria..

(a) DRR `10,000, DRI `75,000 (b) DRR `2,50,000, DRI `1,50,000

(c) DRR `2,60,000, DRI `75,000 (d) DRR `2,40,000, DRI `1,50,000

Ans : A

7. Which is not a part of Inventory as per schedule III (Part -1) of Balance sheet as per Companies Act 2013?

(a) Finished Goods (b) Capital work in progress

(c) Loose tools stores and spares (d) Raw Material

Ans : B

8. The Interest coverage ratio from the following information will be :

Capital Employed `5,00,000

Equity `3,00,000

Profit before tax `2,10,000

Company has taken long term loan @ 15% p.a. interest charge

(a) 9 Times (b) 8 Times (c) 7 Times (d) 5 Times

Ans : B

9. X and Y are partners sharing profits in 3:2. Mr. Z is admitted for 1/5th share for which he brings `5,000 as premium in cash. The entire premium is credited to X capital account.

The new profit sharing ratio of X, Y and Z will be:

(a) 2:2:1 (b) 3:2:1 (c) 2:1:1 (d) 5:3:2

Ans : A

10. On dissolution of a firm, all assets are transferred to realization account at _____

(a) Cost Price

(b) Market value

(c) Realisable Value

(d) Book value

Ans : D

11. When debentures are issued as collateral security, interest is paid on:

(a) Market value of debentures

(b) Face value of debentures

(c) Discounted value of debentures

(d) No interest is paid on debentures

Ans : D

12. If Quick ratio is 3:1, what will be the effect on quick ratio in case of payment of dividend?

(a) Improve (b) Reduce

(c) May improve or reduce (d) No effect.

Ans : A

13. From the following information find out the inflow of cash

31st March, 2016 31st March, 2015

Office Equipment `80,000 `1, 20,000

Additional Information:

Depreciation for the year 2015-16 is `10,000

Purchase of Office Equipment during the year `14,000

Part of Office Equipment sold at a profit of `8,000

(a) `48,000 (b) `52,000

(c) `44,000 (d) `33,000

Ans : B

Part : II
(Business Studies)

14. During the recent visit of PM Narendra Modi in Facebook's Office, he observed that all 10,000 employees are working at the same level. Which principle of management is being violated here?

(a) Centralisation and Decentralisation (b) Equity
(c) Scalar Chain (d) Authority and Responsibility

Ans : C

15. Bill Gates, the founder of Microsoft empowered his subordinates to innovate in products, process, markets and always involved them in decision making. Which style of leadership does Bill Gates follow?

(a) Autocratic Leadership (b) Democratic Leadership
(c) Laissez-faire Leadership (d) Directive Leadership

Ans : B

16. _____(i)_____ is a statement of expected results expressed in numerical terms and _____(ii) _____ are the ends that the management seeks to achieve by its operations. Fill in the blanks as:

(a) (i) Objective and (ii) Policy (b) (i) Budget and (ii) Objectives
(c) (i) Policy and (ii) Objectives (d) (i) Budget and (ii) Programmes

Ans : B

17. Mr. Neeraj in a meeting said, "I am having problems with knowing the exact requirement of people in my department. I also have to coordinate with other departmental heads to know their requirements" At which level of management is Mr. Neeraj working?

(a) Supervisory level of Management
(b) Operative level of Management
(c) Middle level of Management
(d) Top level of Management

Ans : C

18. The marketing head of ABC Ltd. has been asked to report to the CEO of the company. Under which step in the process of organising, will the above act fall?

(a) Departmentalisation
(b) Identification and Division of Work
(c) Establishing Reporting Relationships
(d) Assignment of Duties

Ans : C

19. The Reserve Bank of India changes the Cash Reserve Ratio from time to time, which in turn affects the amount of funds available to be given as loans by commercial banks.

Which market and the concerned security is being referred to in the above statement?

(a) Capital Market, Equity (b) Primary Market, Debt
(c) Money Market, Call Money (d) Secondary Market, Debt

Ans : C

20. "He has given certain principles/ techniques which help in increasing workers' efficiency" Identify "HE" in the above statement?

(a) Philips Kotler (b) Abraham Maslow
(c) F. W. Taylor (d) Henri Fayol

Ans : C

21. By mentioning Customer Care Number on the package of Reliance Wi-Pod, which consumer right is

Reliance trying to make consumers exercise?
(a) Right to Information (b) Right to Consumer Education
(c) Right to be Heard (d) Right to Safety

Ans : C

22. 'Buy a club Mahindra membership and enjoy an assured free trip to Switzerland.' Which tool of an element of Marketing Mix is highlighted here?

(a) Usable Benefit (b) Customer Satisfaction
(c) Societal Marketing (d) Promotion

Ans : A

23. Such _____ of management enhances the social efficiency. Fill in the blank with an appropriate option:

(a) Functions (b) Values (c) Techniques (d) Skills

Ans : B

24. "Disney uses Twitter to highlight the fantasy associated with the company and showcase the experience of working there."

Which source of recruitment is being highlighted in the above statement?

a. Recommendation of Employees b. Campus Recruitment
c. Web Publishing d. Placement Agencies

Ans : C

25. Communication begins with -

(a) Encoding (b) Decoding
(c) Channel Selection (d) Idea Generation

Ans : D

26. How is degree of accuracy of sales forecast related to requirements of inventory?

(a) Direct Relationship (b) Inverse Relationship
(c) No Relationship (d) Random Relationship

Ans : B

27. "Undergraduate students hired for 3 months from mid-June is a great way to experience the work culture of Coca-Cola company and dealing with consumers from all over the world."

Which method of training has been highlighted above?

(a) Coaching (b) Internship Training
(c) Job Rotation (d) Programmed Instructions

Ans : B

Part - III Business Awareness

28. Who among the following has been appointed as Ambassador For "SKILL INDIA" ?

(a) Amitabh Bachan (b) Sachin Tendulkar
(c) ViratKohli (d) Aamir Khan

Ans : B

29. Which of these companies have decided to merge with Aircel to create 4th largest telecom Services?

(a) Vodafone India (b) Tata Teleservices
(c) Reliance Communication (d) BhartiAirtel Ltd

Ans : C

30. Which of these famous Personalities has written the book "Citizen and Society" ?

(a) Pranab Mukherjee (b) SushmaSwaraj

(c) Mohammad Hamid Ansari (d) Manmohan Singh

Ans : C

31. Who is the chairperson of State Bank of India ?

(a) ShobhanaBhartia (b) KiranMazumdar Shaw

(c) ArundhatiBhattacharya (d) Chanda Kochhar

Ans : C

Part - IV **Logical Ability & Reasoning**

32. What are the next Terms of the following series? 7, 16, 9, 15, 11, 14, ?, ?

(a) 10, 13 (b) 13, 13

(c) 12, 16 (d) 11,16

Ans. B

33. Today is Thursday. The day after 59 days will be?

(a) Sunday (b) Monday

(c) Tuesday (d) Wednesday

Ans. B

34. Reena is taller than Bina, but shorter than Aditi. Anu is shorter than Bina but taller than Manju. Ekta is taller than Reena but shorter than Aditi. Who among them is the tallest?

(a) Aditi (b) Anu

(c) Bina (d) Manju

Ans. A

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