We also provide Past papers for Mids. and Finals

Cross Check your answers before submitting directly from the file. We are not responsible for 100% correction as human error exists

1. A woman's handbag has a list price of Rs.30. For a sale, a 40% discount is offered followed by a 10% discount. What is the amount of money that has been saved?

Options:

a) Rs 16.2

b) Rs 15.0

c) Rs 27.8

d) Rs 13.8

Correct option: d) Rs 13.8

2. If 5%, 10%, and 15% are the discounts on a mobile which costs Rs. 35,000, then which of the following is true for evaluating the net price?

Options:

a) 35,000(1-0.05)+(1-0.10)+(1-0.15)

b) 35,000(1-0.05)(1-0.10)(1-0.15)

c) 35,000(1-0.05)-(1-0.10)-(1-0.15)

d) 35,000(1+0.05)(1+0.10)(1+0.15)

Correct option: b) 35,000(1-0.05)(1-0.10)(1-0.15)

3. The ……. computes depreciation at an accelerated rate.

Options:

a) double-declining balance method

b) internal rate of return

c) modified internal rate of return

d) fixed-declining balance method

Correct option: a) double-declining balance method

4. The list price of a plastic chair is Rs 350. If the trade discount is 15%, what will be the amount of discount?

Options:

a) Rs. 52.5

b) Rs. 40.25

c) Rs. 60.5

d) Rs. 56.5

Correct option: a) Rs. 52.5

5. IRR has two parameters i.e. IRR(values, guess). If guess is omitted, then Excel takes the value --------------- as the guess

Options:

a) 0.10

b) 0.010

c) 0.001

Correct option: a) 0.10

6. Which of the following is true for the Cash Discount?

Options:

a) It is a discount given for the late payment.

b) It is a discount given for the postponed payment.

c) None of these

d) It is a discount given for the on-time payment.

Correct option: d) It is a discount given for the on-time payment.

7. In the syntax for PV(rate,nper,pmt,fv,type), rate stands for................

Options:

a) Interest rate per period

b) Markup rate

c) Discount rate

d) Depreciation rate

Correct option: a) Interest rate per period

8. The original sale price can be estimated as bought price multiplicative factor of ratio

Options:

a) None of these

b) Assumed selling price and cost

c) Assumed selling price and markup

d) Assumed selling price and markdown

Correct option: c) Assumed selling price and markup

9. An item costs 35Rs, and is sold for 100Rs. What is the % markup?

Options:

a) 54%

b) 284%

c) 186%

d) 385%

Correct option: c) 186%

1. Who gets the benefit in the case of cash discount?

Options:

a) Seller

b) Both the seller and the buyer

c) Taxpayer

d) Buyer

Correct option: a) Seller

2. Complete the syntax of AMORDEGRC(...., date_purchased, first_period, salvage, period, rate, basis):

Options:

a) Loss

b) Purchase

c) Profit

d) Cost

Correct option: d) Cost

3. If the cost of an article is 50 Rs. and the selling price is 70 Rs., what is the markup on cost?

Options:

a) 20

b) 40%

c) None of these

d) 28.57%

Correct option: b) 40%

4. In the syntax for PV(rate, nper, pmt, fv, type), what does "rate" stand for?

Options:

a) Mark up rate

b) Depreciation rate

c) Discount rate

d) Interest rate per period

Correct option: d) Interest rate per period

5. Which of the following functions returns the net present value of an investment based on a series of periodic cash flows and a discount rate?

Options:

a) NPV

b) XNPV

c) PV

d) FV

Correct option: a) NPV

6. The terms 2/10 mean that a 2% discount is offered if the invoice is paid within how many days?

Options:

a) 10

b) 5

c) 2

d) 8

Correct option: a) 10

7. A stereo that originally sells for $626.99 is reduced by 30%. Find the sale price.

Options:

a) $815.09

b) $538.89

c) $188.10

d) $438.89

Correct option: d) $438.89

8. If the price of a motorcycle is Rs. 70,000 and the single equivalent discount rate is 27.87%, what is the discount in Rupees (Rs.)?

Options:

a) Rs. 67213

b) Rs. 72787

c) Rs. 19,509

d) Rs. 251166

Correct option: c) Rs. 19,509

9. Find the list price of an item if the net price is 100 and there was a discount of 20 percent.

Options:

a) 120

b) 125

Correct option: b) 125

10. An item costs Rs. 80 and is sold for Rs. 120. What are the markup and margin?

Options:

a) Markup = 50%, Margin = 40%

b) Markup = 35%, Margin = 55%

c) Markup = 50%, Margin = 33.33%

d) Markup = 45%, Margin = 33.33%

Correct option: c) Markup = 50%, Margin = 33.33%