## UNIVERSITY OF MYSORE Postgraduate Entrance Examination November-2021



QUESTION BOOKLET
(Read carefully the instructions given in the Question Booklet)

## COURSE: M.Com.

## SUBJECT : COMMERCE/FINANCIAL SERVICE

MAXIMUM MARKS : 50
(Including time for filling O.M.R. Answer sheet)

## INSTRUCTIONS TO THE CANDIDATES

1. The sealed question paper booklet containing 50 questions enclosed with O.M.R. Answer Sheet is given to you.
2. Verify whether the given question booklet is of the same subject which you have opted for examination.
3. Open the question paper seal carefully and take out the enclosed O.M.R. Answer Sheet outside the question booklet and fill up the general information in the O.M.R. Answer sheet. If you fail to fill up the details in the form as instructed, you will be personally responsible for consequences arising during evaluating your Answer Sheet.
4. During the examination:
a) Read each question carefully.
b) Determine the Most appropriate/correct answer from the four available choices given under each question.
c) Completely darken the relevant circle against the Question in the O.M.R. Answer Sheet. For example, in the question paper if "C" is correct answer for Question No.8, then darken against SI. No. 8 of O.M.R. Answer Sheet using Blue/Black Ball Point Pen as follows:

Question No. 8. (A) (B) (D) (Only example) (Use Ball Pen only)
5. Rough work should be done only on the blank space provided in the Question Booklet. Rough work should not be done on the O.M.R. Answer Sheet.
6. If more than one circle is darkened for a given question, such answer is treated as wrong and no mark will be given. See the example in the O.M.R. Sheet.
7. The candidate and the Room Supervisor should sign in the O.M.R. Sheet at the specified place.
8. Candidate should return the original O.M.R. Answer Sheet and the university copy to the Room Supervisor after the examination.
9. Candidate can carry the question booklet and the candidate copy of the O.M.R. Sheet.
10. The calculator, pager and mobile phone are not allowed inside the examination hall.
11. If a candidate is found committing malpractice, such a candidate shall not be considered for admission to the course and action against such candidate will be taken as per rules.
12. Candidates have to get qualified in the respective entrance examination by securing a minimum of 8 marks in case of SC/ST/Cat-I Candidates, 9 marks in case of OBC Candidates and 10 marks in case of other Candidates out of 50 marks.

## INSTRUCTIONS TO FILL UP THE O.M.R. SHEET

1. There is only one most appropriate/correct answer for each question.
2. For each question, only one circle must be darkened with BLUE or BLACK ball point pen only. Do not try to alter it.
3. Circle should be darkened completely so that the alphabet inside it is not visible.
4. Do not make any unnecessary marks on O.M.R. Sheet.
5. Mention the number of questions answered in the appropriate space provided in the O.M.R. sheet otherwise O.M.R. sheet will not be subjected for evaluation.

1) Who is considered as the Father of Scientific Management?
(A) Peter Drucker
(B) F.W. Taylor
(C) Victor Vroom
(D) Henry Fayol
2) Assertion [A] : Management is a continuous process.

Reason [R] : Managers first plan, then organise and finally perform the function of controlling.
(A) Both [A] and [R] are correct and [R] is correct explanation of [A]
(B) Both [A] and [R] are correct, but [R] is not a correct explanation of [A]
(C) [A] is correct, but [R] is incorrect
(D) [A] is incorrect, but [R] is correct
3) Who among the following developed the technique of Management by Exception?
(A) Joseph L. Massie
(B) Lester R. Bittel
(C) L.F. Urwick
(D) Peter F. Drucker
4) Match the following :
a) The Practise of Management

1) Henry Fayol
b) Philosophy of Management
2) F.W. Taylor
c) Scientific Management
3) Oliver Sheldon
d) General and Industrial Administration
4) Peter F. Drucker
(A) 1234
(B) 4321
(C) 4312
(D) 3421
5) Identify the correct sequence of steps involved in planning :
(i) Selecting the best course of action
(ii) Establishing the sequence of activities
(iii) Establishment of objectives
(iv) Evaluating alternative courses
(v) Determining alternative courses
(A) (i), (ii), (iii), (iv) and (v)
(B) (iii), (v), (iv), (ii) and (i)
(C) (v), (iv), (iii), (ii) and (i)
(D) (iii), (v), (iv), (i) and (ii)
6) In accounting, profit prior to incorporation is treated as
(A) Revenue Reserve
(B) Secret Reserve
(C) Capital Reserve
(D) General Reserve
7) Owners equity stands for
(A) Fixed Assets minus Fixed Liabilities.
(B) Fixed Assets minus Current Liabilities.
(C) Current Assets minus Fixed Liabilities.
(D) Total Assets minus Total outside Liabilities.
8) Which of the following is a non-operating expense?
(A) Salary of Managing Director
(B) Depreciation
(C) Advertisement expenditure
(D) Interest on loan
9) Which one of the following statement is true?
(A) Capital expenditure does not affect the profitability of a concern but revenue expenditure does.
(B) Capital expenditure affects the profitability of a concern directly but revenue expenditure does not.
(C) Capital expenditure affects the profitability of a concern indirectly but revenue expenditure affects directly.
(D) Both capital expenditure and revenue expenditure affect the profitability of a concern directly.
10) Reconstruction of a company takes place when
(i) The company is undercapitalized
(ii) Company has incurred heavy losses which must be written off
(iii) The company is overcapitalized

Which one of the following is correct?
(A) (i) and (ii) only
(B) (i) and (iii) only
(C) (ii) and (iii) only
(D) All the above
11) Data collected through personal interview is:
(A) Primary data
(B) Secondary data
(C) May be both
(D) Personal data
12) Since, mode is the most frequently occurring value in a series, it
(A) can never be greater than mean
(B) is always larger than median
(C) is always larger than mean
(D) None of the above
13) The difference between the highest and lowest value of given data represents:
(A) Deviation
(B) Difference
(C) Spread
(D) Range
14) The mean of the sample is
(A) Always greater than population mean
(B) Always equal to population mean
(C) Always less than population mean
(D) None of the above
15) The value of probability varies between
(A) Zero and one
(B) Minus one to plus one
(C) Minus infinity and plus infinity
(D) Zero and infinity
16) In Marketing Mix, which four P's are covered?
(A) Product, Price, Place, promotion
(B) Product, Price, Power, Promotion
(C) Product, Price, Penetration, Promotion
(D) Product, Price, Positioning, Promotion
17) Assertion (A) : High customer expectations lead to dissatisfaction as product performance never matches them.

Reason (R) : Product performance is always customer specific.
Codes :
(A) Both (A) and (R) are correct.
(B) Both (A) and (R) are incorrect.
(C) (A) is correct, but ( R ) is incorrect.
(D) (R) is correct, but (A) is incorrect.
18) Which terms are often used interchangeably in marketing literature?
(A) Concept, method, philosophy
(B) Concept, approach, technique
(C) Orientation, concept, philosophy
(D) Philosophy, system, concept
19) Which is not one of the stages in the consumer buying-decision process?
(A) Purchase decision
(B) Post-purchase behaviour
(C) Problem recognition
(D) Cultural factors
20) Pricing decisions are most complex at which stage of the product life cycle?
(A) Decline stage
(B) Introductory stage
(C) Growth stage
(D) Maturity stage
21) If the total cost is Rs. 260 and the total variable cost is Rs. 60, what will be total fixed cost if output is (a) 100 units and (b) 200 units?
(A) Rs. 200 and Rs. 200
(B) Rs. 100 and Rs. 200
(C) Rs. 260 and Rs. 100
(D) Rs. 160 and Rs. 100
22) Which one of the following concepts is used as fund in the preparation of Funds Flow Statement?
(A) Current Assets
(B) Working Capital
(C) Cash
(D) All Financial Resources
23) Improvement of profit-volume ratio can be done by.
(A) Increasing selling price
(B) Altering sales mixture
(C) Reducing variable cost
(D) All of the above
24) A company sells its product at Rs. 15 per unit. In a period if it produces and sells 8,000 units. it incurs a loss of Rs. 5 per unit. If the volume is raised to 20,000 units it earns a profit of Rs. 4. Variable cost per unit will be
(A) Rs. 9 per unit
(B) Rs. 4.5 per unit
(C) Rs. 5 per unit
(D) Rs. 6 per unit
25) Which of the following is a sub variance of labour efficiency variance?
(A) Idle time variance
(B) Labour-mix variance
(C) Labour-yield variance
(D) All of the above
26) (A) Two identical cross offers cannot become valid offer
(B) Offer need not be expressed alone
(A) Only A is correct
(B) Only B is correct
(C) Both A and B are correct
(D) Both A and B are incorrect
27) Rule - "No consideration no contract" Case - "Mr. X agrees to marry Miss. Y for a reward of Rs. 5 lakhs"
(A) Rule is correct
(B) Case is correct
(C) Both Rule and Case are incorrect
(D) Rule is correct Case is incorrect
28) Which of the following is not an essential of a valid contract?
(A) Free consent
(B) Consideration
(C) Capacity of the contracting parties
(D) Lunacy
29) All contracts are agreements but all agreements are not contract; because
(A) They lack some essentials of a valid contract
(B) It is a legal tie unenforceable in the court of law
(C) Some agreements are oppose to public policy
(D) All the above statements are correct
30) Mr. Z promises to deliver a truck full of sand from a river bed to a person for completing a task who stays in the shore of a river as consideration.
(A) Consideration is not valid
(B) Consideration is inadequate
(C) Consideration need not be adequate
(D) Consideration is valid
31) The concept of present value is based on the :
(A) Principle of compounding
(B) Principle of discounting
(C) (A) and (B)
(D) None of the above
32) Cost of capital for all the sources of funds is called
(A) Specific cost
(B) Composite cost
(C) Implicit cost
(D) Simple Average cost
33) Which one of the following will not affect the working capital?
(A) Realization of cash from debtors
(B) Sale of Plant and machinery in cash
(C) Issue of equity shares
(D) Redemption of debentures
34) Which combination of the following two statements (A) and (R) is correct? Assertion (A) : The IRR of a project is the discount rate which reduces its NPV to zero. Reason (R) : A project is worth accepting if the IRR exceeds the cost of capital.

Codes:
(A) (A) is right, but ( R ) is wrong
(B) Both (A) and ( R ) are correct
(C) (A) is wrong, but ( R ) is correct
(D) Both (A) and (R) are wrong
35) Dividend irrelevance hypothesis is implied in the
(A) Traditional Model
(B) Walter Model
(C) Gordon Model
(D) M.M. Model
36) The objective of conducting audit is to:
(A) Detect and prevent overlapping of work
(B) Detect and prevent errors and frauds
(C) Detect and prevent numerical mistakes
(D) None of the above
37) A Company Auditor.
(A) Examines the books of accounts prepared by himself
(B) Examines the books of accounts prepared by others
(C) Both A and B
(D) Neither A nor B
38) A Company Auditor is.
(A) An Employee of the organization
(B) A Owner of the organization
(C) A person working for the organization on agreement basis
(D) None of the above
39) An Auditor cannot be appointed by.
(A) Board of Directors
(B) Shareholders
(C) Central Government
(D) Employees of the organization
40) Which of the following is not a right of a Company Auditor to exercise during his tenure in the organization?
(A) Right to access the books of accounts and vouchers
(B) Right to examine cost records
(C) Right to be indemnified
(D) Right to take legal action against the malpractice in the organization
41) Income deemed to accrue or arise in India is taxable in case of :
(A) Resident only
(B) Non-resident
(C) Both ordinarily resident and not ordinary resident
(D) All the assesses
42) The TDS Certificate issued by an employer to his employees in case of salary income is
(A) Form 16
(B) Form 26
(C) Form 26A
(D) Form 26Q
43) The apex body of Income Tax Department, is
(A) Finance Ministry of Central Government
(B) CBDT
(C) Central Government of India
(D) Department of Revenue
44) Expected Rent can be determined in the following way
(A) Higher of Municipal Value \& Fair Rent
(B) Lower of Municipal Value \& Fair Rent
(C) Higher of Municipal Value \& Fair Rent subject to maximum of Standard Rent
(D) Any of the above
45) The rates of Income Tax are specified in
(A) Income Tax Act, 1961
(B) Income Tax Rules, 1962
(C) Finance Act
(D) Circulars of CBDT
46) If $\mathrm{A}=(2,4,6)$ and $\mathrm{B}=(\mathrm{x}, \mathrm{y}, \mathrm{z})$, they are called
(A) Equal sets
(B) Proper sets
(C) Null sets
(D) Equivalent sets
47) A sum of Rs. 600 amounts to Rs. 720 in 4 years. What will it amount to if the rate of interest is increased by $2 \%$ ?
(A) Rs. 648
(B) Rs. 792
(C) Rs. 740
(D) Rs. 768
48) The derivative of $2 x^{2}$ is
(A) $4 x$
(B) $2 x^{4}$
(C) $4 x^{3}$
(D) $X^{4}$
49) Two numbers are in the ratio of $2: 3$ if 4 is added to both. their ratio changes to $3: 4$. The greater number is
(A) 12
(B) 16
(C) 20
(D) 24
50) When total cost function is differentiated, the resultant is
(A) Average cost function
(B) Profit function
(C) Marginal cost function
(D) Maxima of a function

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## Rough Work

## అభ్యథిรగษిగి శ్జอఒసేగఆు



 ఎంబదన్ను யరిరిలలిసిరి.



 జదాబ్దారరంగిరుత్తిర.


 అత్తృరహస్ను నిథణరి.


 కుంబిర:



6. ఒండు నిదిషష్ట్రు
 ळలళెయల్లిన లుదాळరణ నైలణి.
 యృడ్బొలు.


 ஹృఁగబळుదు.




 అంచగఆన్ను யֹడియత్ర్ప్దు.

## ఓ.ఎం.ఆరా. ळలఆయన్న్ కుంబలు స్యృజసెగఆు









Note : English version of the instructions is printed on the front cover of this booklet.

