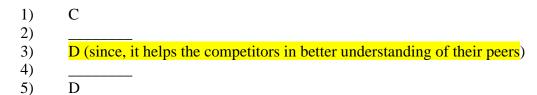
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CHAPTER I

Only alternate problems have been solved. It gives you an opportunity to think on the unsolved ones & solve them accordingly.

Multiple Choice Questions



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Self-Assessment	()nestions:	Hints
	`	, accounts.	

1.	
2.	Yes, a single person can run multiple "business entities" as business is a separate business entity than the promoter of the business. An individual can be a part of a joint venture along with being a promoter.
3.	
4.	Spiritual Road Shows: Chirag Shah: Advantages of Sole proprietorship: it is easy to open,

Disadvantages of Sole Proprietorship: unlimited liability, raising public finance not possible, so

simple procedural norms, entire profit can be withdrawn by the promoter

achieving scale is problematic

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CHAPTER I Exercise

Par Ma ICA ICV GA Lin	the Following thership \rightarrow nagement Account AI \rightarrow II WAI \rightarrow IV AP \rightarrow I nited Liability \rightarrow asurement \rightarrow	VII ating → III	VI				
2 'True 2.1 2.2 2.3 2.4 2.5 2.6 2.7	F F —	<u>ements</u>					
Explan of cost		ed on the 'does not p	ermit the va	luation of st	cock at a pric		nting rule "Lower its cost unless the
b) c) d) e) f) g) h) i)	Prudence Dual Aspect Consistency Realization Accrual Prudence						
<u>5.</u>	The real profit is	Rs <u>63,000</u>	because we	should apply	y the <u>realizat</u>	ion_concept.	

<u>6.</u>

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<u>'.</u>	(a) Going concern Concept*
	(b)
	(c) Business entity concept
	(d)
	(e) Conservatism
	(f)

^{**} For those who have knowledge of Indian Laws, can also apply the *concept of Joint Hindu Undivided family business law commonly known as HUF*.