Updated date: 20.02.2024

IC-89 - MANAGEMENT ACCOUNTING

Original Text in book

Chapter 1 Page no. 21 Self-Examination Questions

Question - 2

Which of the following financial decisions relate to acquiring optimum fund to finance various fixed assets and working capital keeping in view the expected returns and required solvency, liquidity, profitability and growth?

- I. Investment decisions
- II. Financing decisions
- III. Dividend decisions
- IV. Procurement decisions

Original Text in book

Chapter 1 Page no. 22 Answer to Self-Examination Questions

Answer - 2

The correct option is I.

Investment decisions relate to acquiring optimum fund to finance various fixed assets and working capital keeping in view the expected returns and required solvency, liquidity, profitability and growth.

Revised Text in book - Chapter 1 Page no.22.

Answers to Self-Examination Questions

Answer - 2

The correct option is II.

Financing decisions relate to acquiring optimum fund to finance various fixed assets and working capital keeping in view the expected returns and required solvency, liquidity, profitability and growth.

IC-89 - Management Accounting

Original Text in book on Chapter No. 10 Page no.426 Point.6 (Sub-Point v)

The government is taking more steps to boost FDI in the country. It has raised the foreign investment limit to 49 per cent in defence manufacturing and relaxed the policy in construction sector. The government has also proposed to increase the FDI cap in insurance to 49 per cent.

Revised text as per revised FDI limit as below Chapter No. 10 Page no.426 Point.6 (Sub-Point v)

The government is taking more steps to boost FDI in the country. It has raised the foreign investment limit to 49 per cent in defence manufacturing and relaxed the policy in construction sector. The Parliament passes Insurance Amendment Bill, 2021 to increase foreign direct investment (FDI) lone in the insurance sector to 74%.