

### Question No.1

Which of the given statement is incorrect in respect of “Corporate Applicant” means?

- Corporate Debtor, or
- An individual who is in charge of managing the operations and resources of the corporate debtor, or
- A person in favour of whom security interest is created or
- A person who has the control and supervision over the financial affairs of the corporate debtor

### Question No.2

Bankruptcy Law Reforms Committee (BLRC) was set up under the Chairmanship of Shri\_\_\_\_\_

- J J Irani
- TK Viswanathan
- N L Mitra
- V B Eradi

### Question No.3

\_\_\_\_\_ is an offer to the shareholders of a company, who are not promoters of the company or the sellers of the shares under an agreement, to buy their shares in the company at the offered price within the stipulated period of time.

- Friendly takeover
- Hostile takeover
- Buy-back
- Takeover bid

### Question No.4

An appeal by aggrieved party against the order refusing any circular under sub-section 238 of the Companies act, 2013 shall be supported with\_\_\_\_\_ in the Form No. NCLT.6

- Statement by or on behalf of the transferee company
- Circular
- Offer of scheme
- Affidavit

### Question No.6

As per Section 24(3) of the IBC (Code), the resolution professional shall give notice of each meeting of the committee of creditors to operational creditors or their representatives if the amount of their aggregate dues is\_\_\_\_\_ of the debt.

- not less than ten percent
- not more than ten percent
- not less than twenty percent
- not more than twenty percent

### Question No.7

Where the Chairperson of the meeting files the report of the meeting called under section 230 of the Companies Act, 2013, the Company shall present the petition to the Tribunal (NCLT) in Form No.\_\_\_\_\_ for the sanction of the scheme

- CAA.4
- CAA.5
- NCLT-3
- NCLT-4

### Question No.8

\_\_\_\_\_ is an investment strategy of using borrowed money, specifically, the use of various financial instruments or borrowed capital to increase the potential return of an investment.

- Rehabilitation finance
- Leverage
- Depository receipt
- Funding through Swaps

### Question No.9

Under Section 94 a debtor shall not be eligible to apply for insolvency resolution process if an application regarding insolvency resolution process has been admitted in respect of the debtor during the period of \_\_\_\_\_ the date of submission of the application under this Section

- Six months preceding
- Thirty six months preceding
- Three months preceding
- Twelve months preceding

### Question No.10

Which one of the following is not a common reason for voluntary liquidation of companies?

- Not carrying business operations
- Commercially unviable
- Mismanagement
- Running into losses

**Question No.11**

The\_\_\_\_\_ is designed to assist States to equip their insolvency laws with a modern legal framework to more effectively address cross-border insolvency proceedings concerning debtors experience severe financial distress or insolvency

- United States Bankruptcy Code
- Insolvency and Bankruptcy Code, 2016 (India)
- United Nations Commission on International Trade Model Law
- Bankruptcy Act, 1966 (Australia)

**Question No.12**

In case of listed company, public announcement of buy-back shall be made within\_\_\_\_\_

- 10 working days from the date of Board/shareholder's resolution
- 2 working days from the date of Board/shareholder's resolution
- 15 working days from the date of Board/shareholder's resolution
- 30 working days from the date of Board/shareholder's resolution

**Question No.13**

\_\_\_\_\_is a meaningful analysis of the collected information to arrive at some decision about the potential transaction. It is integral to business It is exercised in a simple over-the-counter transaction or a complicated merger and acquisition transaction.

- Future projection
- Due diligence
- Planning
- Budgeting

**Question No.14**

Debt restructuring mechanisms such as Framework for Revitalizing Distressed Assets, Corporate Debt Restructuring Scheme (CDR) and the Joint Lenders' Forum (JLF) Framed by\_\_\_\_\_ has been withdrawn vide a circular dated 12 February 2018.

- SBI
- IBBI
- RBI
- SEBI

**Question No.15**

The Law of Insolvency in India owes its origin to\_\_\_\_\_

- German's Law
- Australia's Law

- USA's Law
- English Law

### Question No.16

According to section 281(1), where the tribunal has made a winding up order or appointed a Company liquidator, such liquidator shall,\_\_\_\_\_ from the order, submit to the tribunal, a report containing the particulars, like, the nature and details of the assets of the company, amount of capital issued, subscribed and paid-up, guarantees etc.

- within thirty days
- within sixty days
- within ninety days
- within one eighty days

### Question No.17

Where a scheme of compromise or arrangement is proposed, the Tribunal (NCLT) may order a meeting of\_\_\_\_\_

- Board of Directors
- Creditors or members or any class of them
- Shareholders and company
- Debtors or any class of them

### Question No.18

The authorized representative shall circulate the minutes of the meeting received by the resolution professional to creditors in a class and announce the voting window\_\_\_\_\_ before the window opens for voting instructions and keep the voting window open for at least twelve hours.

- At least twenty-four hours
- At least forty-eight hours
- At least Ninety-six hours
- At least Seventy-two hours

### Question No.19

\_\_\_\_\_ is not termed as capital assets as per Section 2(14) of the Income Tax Act, 191

- Property of any kind held by an assessee, connected with his business or profession
- Property of any kind held by an assessee, not connected with his business or profession
- Any securities held by a Foreign Institutional Investor which has invested in such securities in accordance with the regulations made under SEBI Act, 1992
- Stock in trade

**Question No.20**

Which one is not a part of an External restructuring?

- Restructuring through acquisition of controlling stake
- Restructuring through mergers
- Restructuring through conversion of debt of the corporate debtor into securities of the Corporate debtor
- Restructuring through creation of new departments to serve growing markets or downsizing departments to conserve overheads

**Question No.21**

An application for merger and amalgamation shall be filed with NCLT by\_\_\_\_\_

- Only Transferror Company
- Only Transferee Company
- Both Transferror and Transferee Company
- By only target company

**Question No.22**

The Insolvency and Bankruptcy Code, 2016 is drafted by the\_\_\_\_\_

- Raghuram Rajan committee
- Bankruptcy Law Reforms committee
- Financial Sector Legislative Reforms Commission
- J J Irani Committee

**Question No.23**

\_\_\_\_\_ Merger involves firm engaged in unrelated types of activities.

- Vertical
- Horizontal
- Conglomerate
- Demerger

**Question No.24**

The Competition Act provides for a deemed clearance if the Competition Commission of India (CCI) does not pass an order\_\_\_\_\_ from the date of notification.

- Within 180 days
- Within 200 days
- Within 210 days
- Within 365 days

**Question No.25**

Section 54A of the Insolvency and Bankruptcy Code, 2016, lays down the provisions of a pre-packaged insolvency resolution process MSME' Threshold Cap in Turnover for Small Enterprise is\_\_\_\_\_

- 1 crore
- 10 crore
- 50 crore
- 250 crores

**Question No.26**

Which of the following shall supervise the implementation of the scheme of compromise arrangement after it is sanctioned by the Tribunal?

- Central Government
- Creditors or members or any class of them
- Official Liquidator
- NCLT

**Question No.27**

Valuation involves financial modeling, in case of merger/ amalgamation, calculating the\_\_\_\_\_ is at the core of the valuation process

- Debt-equity ratio
- Swap Ratio
- EB/T
- Earnings per share

**Question No.28**

If the Current dividend is Rs. 20, share price is Rs. 150 and annual dividend growth rate is 10 Percent per annum. Calculate the rate of return as per Gordon growth model.

- 14.67 Percent
- 26.67 Percent
- 13.33 Percent
- 10 Percent

**Question No.29**

Fairness opinion issued by\_\_\_\_\_ on the scheme of amalgamation shall be filed along with scheme of amalgamation.

- Bankers
- Auditors
- Merchant Banker
- Directors

**Question No. 30**

Who may order for amalgamation of Companies under section 237 of the Companies Act, 2013, if it is satisfied that such amalgamation is in public interest?

- Registrar of Companies
- NCLT
- Central Government
- Competition Commission of India

**Question No.31**

\_\_\_\_\_ gives the holder the right to buy the shares at a predetermined period of time and at a predetermined price under which the price of the underlying stock is expected to rise.

- Derivative
- Call option
- Put-option
- Future contract

**Question No.32**

As per rule 25 of the Companies (Companies, Arrangements and Amalgamations) Rules, 2016, the notice of the meeting to file members and creditors under section 233 of the Company Act, 2013 shall be accompanied by declaration of solvency in\_\_\_\_\_

- Form No. CAA 10
- Form No. CAA 11
- Form No. CCA 9
- Form No. CAA 12

**Question No.33**

Return of buy-back of a listed company shall be filed with\_\_\_\_\_ within\_\_\_\_\_ days of such completion.

- Registrar, Thirty
- SEBI, Thirty
- Registrar and SEBI; Thirty
- Registrar and SEBI; Fifteen

**Question No.34**

Section 53 Insolvency and Bankruptcy Code, 2016 deals with distribution of assets in liquidation. In case of liquidation, which one is the correct order for distributing the assets?

- Fees of insolvency professional
- Employee wages,

- Workmen's dues for preceding 24 months and security creditors.
- Unsecured creditors

- Fees of insolvency professional
- Workmen's dues for preceding 24 months and security creditors.
- Shareholders
- Unsecured creditors

- Fees of insolvency professional
- Workmen's dues for preceding 24 months and security creditors.
- Employee wages
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- Fees of insolvency professional
- Workmen's dues for preceding 24 months and security creditors.
- Shareholders
- Governments dues

**Question No.35**

What type of body is Competition Commission of India (CCI)?

- Administrative body
- Judicial body
- Quasi-judicial body
- Tribunal

**Question No. 36**

Appointment of \_\_\_\_\_ is mandatory for monitoring the compliance of the securities laws and for redressal of investors grievances in case of IPO by issuer company.

- Merchant Banker
- Registrar to issue
- Underwriters to the issue
- Compliance Officer

**Question No.37**

The Financial Creditor shall file \_\_\_\_\_ with NCLT to initiate insolvency proceedings against the Corporate Debtor.

- Form 5
- Form 1
- Form 2
- Form 3



**Question No.38**

Choose correct options, during the period of moratorium, the debtor shall

- Dispose of or alienate any of his assets;
- Not inform his business partners that he is undergoing a fresh start process,
- Not travel outside India expect with the permission of the Adjudicating Authority
- Act as a director of any company, or directly or indirectly take part in or be concerned in the promotion, formation or management of a company,

**Question No.39**

Small companies are required to conduct only\_\_\_\_\_ in a year whereas private limited companies not classified as small companies have to conduct four board meetings in a year.

- 1 board meeting
- 2 board meetings
- 3 board meetings
- 4 board meetings

**Question No.40**

The Manager to the open offer shall file a report with the Board (SEBI) within\_\_\_\_\_ from the expiry of the tendering period.

- Twelve working days
- Fifteen working days
- Twenty one working days
- Twentey six working days

**Question No.41**

A Practicing Company Secretary can be appointed as a Technical Member of NCLT, provided he has\_\_\_\_\_ working experience as secretary in whole-time practice.

- 15 Years
- 10 Years
- 20 Years
- 8 Years

**Question No.42**

“Which Committee proposed significant changes to make the restructuring and liquidation process speedier, efficient and effective and accordingly amendments were made to (RDDBFI) Act, 1993 and (SARFAESI) 2002?

- Narasimham Committee | |
- Tiwari Committee
- J Jirani Committee

- Bankruptcy Law Reforms committee (BLRC)

**Question No. 43**

\_\_\_\_\_ is not a Debt Recovery Appellate Tribunal (DRAT)

- DRAT Delhi
- DRAT Mumbai
- DRAT Jaipur
- DRAT Allahabad

**Question No.44**

Which of the following persons/ authorities is not entitled to receive a notice of a meeting convened by the order of NCLT in respect of a scheme of amalgamation?

- Members or a class of members
- Auditor
- Income-Tax Authorities
- Central Government

**Question No.45**

Capital reduction, in simple words, means\_\_\_\_\_

- Cancellation of paid-up capital
- Cancellation of subscribed capital
- Cancellation of uncalled capital
- Cancellation of authorized capital

**Question No.46**

Which one of the following is not a current asset?

- Stock of raw material
- Cheques not yet cleared
- Preliminary expenses
- Marketable Shares shown as Stock

**Question No.47**

Where all financial creditors are related parties of the corporate debtor the committee of creditors shall comprise of\_\_\_\_\_

- All debentureholders
- Insolvency resolution professional and authorized representative
- 18 largest operational creditors by value and one representative each of workman and of employees
- All of the above

**Question No.48**

A company has authorized and paid-up capital of Rs 1, 00,000. The Company further wants to issue new equity shares for cash through preferential offer. What is the immediate action that the Company shall take w.r.t capital?

- Consolidation of share capital
- Reduction of share capital
- Increase in authorized share capital
- Sub-division of share capital

**Question No.49**

Who among the following constitutes the committee of creditors under Insolvency and Bankruptcy Code 2016?

- Insolvency professional
- Financial or operational creditor
- Interim resolution professional
- Adjudicating Authority

**Question No.50**

\_\_\_\_\_ is a merger in which a private company becomes a public company by acquiring it

- Reverse merger
- Conglomeration
- Divestiture
- Demerger

