

5 Lecture - MGT201

Important Mcqs

1. **What is financial forecasting?**

- A) Analyzing past financial data
- B) Estimating future financial outcomes based on historical data
- C) Developing a financial plan
- D) Managing financial resources

Answer: B) Estimating future financial outcomes based on historical data

2. **Which of the following is not a common financial forecasting technique?**

- A) Trend analysis
- B) Regression analysis
- C) Ratio analysis
- D) Decision tree analysis

Answer: D) Decision tree analysis

3. **What is financial planning?**

- A) Estimating future financial outcomes
- B) Developing a budget
- C) Developing a plan for achieving financial goals
- D) Analyzing financial statements

Answer: C) Developing a plan for achieving financial goals

4. **What is a financial plan?**

- A) A detailed budget
- B) A long-term forecast of financial outcomes
- C) A plan for achieving financial goals
- D) A list of financial resources

Answer: C) A plan for achieving financial goals

5. **What is the first step in financial planning?**

- A) Setting financial goals
- B) Developing a budget
- C) Analyzing financial statements
- D) Estimating future financial outcomes

Answer: A) Setting financial goals

6. **Which of the following is not a common financial planning tool?**

- A) Budgeting
- B) Cash flow forecasting

- C) Ratio analysis
- D) Break-even analysis

Answer: C) Ratio analysis

7. What is cash flow forecasting?

- A) Estimating future financial outcomes
- B) Developing a plan for managing cash inflows and outflows
- C) Analyzing financial statements
- D) Developing a budget

Answer: B) Developing a plan for managing cash inflows and outflows

8. What is break-even analysis?

- A) Determining the point at which total revenues equal total costs
- B) Estimating future financial outcomes
- C) Developing a budget
- D) Analyzing financial statements

Answer: A) Determining the point at which total revenues equal total costs

9. What is sensitivity analysis?

- A) Analyzing how changes in key variables affect financial outcomes
- B) Developing a budget
- C) Estimating future financial outcomes
- D) Developing a plan for managing cash inflows and outflows

Answer: A) Analyzing how changes in key variables affect financial outcomes

10. What is financial modeling?

- A) Creating a detailed budget
- B) Developing a long-term financial forecast
- C) Analyzing financial statements
- D) Using mathematical formulas to simulate financial scenarios

Answer: D) Using mathematical formulas to simulate financial scenarios