

44 Lecture - MGT401

Important Mcqs

1. **Which of the following is a required financial statement for publicly traded companies?**
- A) Income statement
 - B) Statement of cash flows
 - C) Balance sheet
 - D) All of the above

Answer: D

2. **Which of the following financial statement disclosures is required for public companies?**
- A) Accounting policies
 - B) Contingencies
 - C) Subsequent events
 - D) All of the above

Answer: D

3. **Which financial statement shows the company's revenue and expenses?**
- A) Balance sheet
 - B) Statement of cash flows
 - C) Income statement
 - D) Statement of changes in equity

Answer: C

4. **What is the purpose of the statement of cash flows?**
- A) To show the company's revenue and expenses
 - B) To show the company's assets, liabilities, and equity
 - C) To show the company's cash inflows and outflows
 - D) To show changes in the company's equity

Answer: C

5. **Which financial statement shows the company's assets, liabilities, and equity at a specific point in time?**
- A) Balance sheet
 - B) Income statement
 - C) Statement of cash flows
 - D) Statement of changes in equity

Answer: A

6. **Which financial statement shows changes in the company's equity over a period of time?**
- A) Balance sheet
 - B) Income statement
 - C) Statement of cash flows
 - D) Statement of changes in equity

Answer: D

7. **Which of the following is a required disclosure in the notes to the financial statements?**
- A) Contingencies
 - B) Business combinations
 - C) Capital structure
 - D) All of the above

Answer: D

8. **Which of the following is a non-required disclosure in the notes to the financial statements?**
- A) Segment information
 - B) Fair value measurements
 - C) Accounting policies
 - D) Contingencies

Answer: A

9. **Which financial statement shows the company's net income or loss?**
- A) Balance sheet
 - B) Income statement
 - C) Statement of cash flows
 - D) Statement of changes in equity

Answer: B

10. **Which financial statement shows how the company's cash balance changed over a period of time?**
- A) Balance sheet
 - B) Income statement
 - C) Statement of cash flows
 - D) Statement of changes in equity

Answer: C