**QUESTION BANK :**

1. **On what occasions does the need for valuation of goodwill arise?**
2. **Define partnership and explain its essential features.**
3. **What is the extent of liability of a minor admitted to benefits of a**

**partnership ?**

1. **Briefly describe advantages and disadvantages of lease.**
2. **Why is it necessary to revalue assets and reassess liabilities at the**

**time of admission of new partner?**

1. **State two occasions when sacrificing ratio may be applied.**
2. **Distinguish between Sacrificing Ratio and Gaining Ratio**
3. **Why is Realisation Account prepared on dissolution of partnership**

**firm?**

1. **What is a branch? What are the different types of branches from**

**accounting point of view? Explain in brief.**

1. **Explain the meaning of Hire Purchase System with example.**
2. **Explain the difference between Hire Purchase System & Installment**

**Payment System.**

1. **Distinction between Finance Lease & Operating Lease.**
2. **What is meant by Insolvency or bankruptcy ?**
3. **What is the effect of existence of “Average Clause”in an insurance**

**policy? What is its advantage to insurance company?**

1. **Explain the following term :-**

**1. Minimum Rent**

**2. Sub-lease**

**3.Shortworkings**

**4. Indemnity period**

**5. Insured Standing Charges**

**6. Downpayment**

**7. Cash Price**

**8. Lessor**

**9. Fair Value**

**10. Operating Lease**