

UGC NET 24th June 2026 Shift 2 Commerce Memory Based

Q1. Determine the P/V ratio from the following particulars.

- Total Fixed Cost = ₹12,000
- Actual Sales = ₹48,000
- Margin of Safety = ₹8,000

- (a) 20%
(b) 25%
(c) 30%
(d) 40%

Ans.(c)

Q2. Beta Company Ltd issued 10% perpetual debt of ₹1,00,000. The company's tax rate is 50%. Determine the cost of capital (before tax as well as after tax) assuming the debt is issued at 10% premium.

- (a) Before tax cost = 9.09% and after tax cost = 4.54%
(b) Before tax cost = 4.54% and after tax cost = 9%
(c) Before tax cost = 9.90% and after tax cost = 4.45%
(d) Before tax cost = 10.09% and after tax cost = 5.54%

Ans.(a)

Q3. A proposal requires a cash outflow of ₹18,500 and is expected to generate cash inflows of ₹8,000, ₹6,000, ₹4,000, ₹2,000 and ₹2,000 over next 5 years respectively. The payback period is

- (a) 4 Years
(b) 3.25 Years
(c) 3.50 Years
(d) 4.25 Years

Ans.(b)

Q4. Match List - I with List - II.

List - I (Accounting Concept / Convention)	List - II (Application / Explanation)
A. Consistency Concept	I. Fixed assets are recorded at purchase cost and depreciated over useful life
B. Materiality Concept	II. The same accounting methods should be followed from year to year
C. Business Entity Concept	III. Insignificant items that would not affect user decisions can be ignored
D. Cost Concept	IV. Personal expenses of the owner are not recorded in the business books

Choose the correct answer from the options given below:

- (a) A-III, B-II, C-I, D-IV
(b) A-IV, B-I, C-III, D-II
(c) A-II, B-III, C-IV, D-I
(d) A-I, B-IV, C-II, D-III


Ans.(c)




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Q5. In the context of *Holding Company Accounts*, which of the following statements best explains the treatment of unrealized profits on stock included in the consolidated balance sheet?

- (a) Unrealized profit on stock is added to the cost of stock and reflected in the consolidated trading account
- (b) Unrealized profit on stock is ignored in consolidated statements as it is eliminated in the subsidiary's books
- (c) Unrealized profit on stock is eliminated by reducing it from the value of closing stock in consolidated balance sheet and retained earnings of the selling company
- (d) Unrealized profit on stock is transferred to the holding company's general reserve

Ans.(c)

Q6. Which one of the following is not correct with reference to standard costing?

- (a) Standard costing is a system where pre-determined costs are used for control of entire organisation
- (b) Standard may be expressed in quantitative and monetary measures
- (c) Only adverse variances are investigated intensively
- (d) Standard is determined for each element of cost

Ans.(c)

Q7. In process costing, the cost of abnormal wastage is recorded by:

- (a) Process Account debited and Abnormal Wastage Account credited.
- (b) Abnormal Wastage Account debited and Process Account credited.
- (c) Normal Loss Account debited and Process Account credited.
- (d) Profit and Loss Account debited and Process Account credited.

Ans.(b)

Q8. JM Ltd. forfeited 400 shares of ` 10 each issued at a premium of ` 5 per share for the non payment of final call of ` 2 per share. There shares were re-issued for ` 4900 as fully paid up. The amount transferred in the 'Capital Reserve Account' on the forfeiture of these shares will be :

- (a) 3200
- (b) 900
- (c) 1200
- (d) 5200

Ans.(a)

Q9. Which of the following are correct regarding Capital Structure ?

- A. Capital structure refers only to the relationship between long-term debt and equity
- B. Capital structure excludes short-term capital from its purview
- C. Capital structure includes all short-term and long-term sources of capital
- D. A higher proportion of debt in capital structure gives greater financial risk and higher cost of capital
- E. The RBI and All India Financial Institutions define capital structure based on the relationship between long-term debt and equity

Choose the correct answer from the options given below:

- (a) A, B, D and E Only
- (b) A, C, D and E Only
- (c) B, C, D and E Only
- (d) A, B, C and D Only

Ans.(a)

Q10. Which one of the following combination of rules stands true while preparing schedule of changes in working capital?

- A. An increase in current assets increases working capital.
- B. An increase in current assets decreases working capital.
- C. An increase in current liabilities decreases working capital.
- D. An increase in current liabilities increases working capital.

Codes:

- (a) A and D
- (b) A and C
- (c) B and C
- (d) C and D

Ans.(b)

Q11. Which of the following is the correct sequence of steps for calculating the Net Present Value (NPV) of an investment project?

- (a) Identify cash flows → Determine discount rate → Calculate present values of cash flows → Sum present values → Compute NPV
- (b) Determine discount rate → Identify cash flows → Compute NPV → Calculate present values of cash flows
- (c) Compute NPV → Identify cash flows → Determine discount rate → Calculate present values of cash flows
- (d) Calculate present values of cash flows → Identify cash flows → Determine discount rate → Compute NPV

Ans.(a)

Q12. How is the Internal Rate of Return (IRR) defined in capital budgeting?

- (a) The rate at which the present value of cash outflows exceeds the present value of cash inflows
- (b) The rate at which the present value of cash inflows is equal to the present value of cash outflows
- (c) The rate at which the future value of cash inflows is equal to the initial investment
- (d) The rate at which the net present value is greater than zero

Ans.(b)

Q13. Insufficient working capital in any enterprise may also result into

- (I) Failure to adapt to changes
- (II) Over capitalization
- (III) Reduced availability of trade and cash discounts
- (IV) Reduced volume of production and sales

- (a) (I), (II) and (III) only
- (b) (I), (III) and (IV) only
- (c) (II) and (III) only
- (d) (I) and (IV) only

Ans.(b)

Q14. Which among the following offences under IT Act, 2000 has the maximum penalty of imprisonment up to life?

- (a) Using password of another person
- (b) Securing access or attempting to secure access to a protected system
- (c) Publication for fraudulent purpose
- (d) Acts of cyber terrorism

Ans.(d)

Q15. Which of the following institutions are included in the "World Bank Group"?

1. International Finance Corporation
2. International Monetary Fund
3. World Trade Organization
4. Multilateral Investment Guarantee Agency
5. International Development Association

Choose the correct answer from the options given below:

- (a) 1, 2, and 3 only
- (b) 1, 2, and 4 only
- (c) 1, 2, 4, and 5 only
- (d) 1, 4, and 5 only

Ans.(d)

Q16. Arrange the following levels/types of Economic Integration in the correct order from lowest level of integration to highest level of integration:

- A. Economic Union
- B. Free Trade Area
- C. Common Market
- D. Customs Union
- E. Preferential Trading Agreement

Choose the correct answer from the options given below:

- (a) E, B, D, C, A
- (b) B, D, C, A, E
- (c) E, D, B, C, A
- (d) B, E, D, C, A

Ans.(a)

Q17. Current ratio is 4.5 : 1 and quick ratio is 3 : 1 of X Ltd. Inventory is ₹60,000. The amount of current liabilities is:

- (a) ₹40,000
- (b) ₹4,000
- (c) ₹90,000
- (d) ₹9,000

Ans.(a)

Q18. Arrange the following steps of Multinational Capital Budgeting in correct order:

- A. Estimate net cash flow from the project
- B. Determine net investment outlay
- C. Apply appropriate evaluation technique
- D. Identify appropriate discount rate

Choose the correct answer from the options given below:

- (a) A, B, C, D
- (b) C, A, B, D
- (c) D, C, B, A
- (d) B, A, D, C

Ans.(d)

Q19. An exploratory study is finished when the researcher has achieved the following:

- A. Established the major dimensions of the research task
- B. Defined a set of subsidiary investigative questions that can be used as guides to a detailed research design
- C. Developed several hypotheses about possible causes of a management dilemma
- D. Learned that certain other hypotheses are such remote possibilities that they can be safely ignored in any subsequent study
- E. Concluded additional research is needed and it is feasible

Choose the correct answer from the options given below:

- (a) A & B only
- (b) A, B & C only
- (c) A, B, C & D only
- (d) B, C, D & E only

Ans.(c)

Q20. Which of the following statements are correct for Tax Evasion?

- A. All methods by which tax liability is illegally avoided is termed as tax evasion
- B. Tax evasion takes into account loopholes of Law
- C. Tax evasion is tax dodging within framework of Law
- D. Tax evasion has legal sanction
- E. Tax evasion is intentional attempt to avoid payment of tax after the liability to tax has arisen

Choose the correct answer from the options given below:

- (a) B and D Only
- (b) B, C and D Only
- (c) A, E and C Only
- (d) A and E Only

Ans.(d)

Q21. Arrange the following institutions as per their year of establishment in ascending order:

- A. NAFTA
- B. EU
- C. ASEAN
- D. UNCTAD

Choose the correct answer from the options given below:

- (a) A, B, C, D
- (b) D, C, B, A
- (c) B, D, C, A
- (d) B, C, A, D

Ans.(b)

Q22. Match the following List-I with List-II and select the correct answer:

List-I	List-II
(A) Absolute Cost Advantage Theory	(I) Heckscher and Bertil Ohlin
(B) Comparative Cost Advantage Theory	(II) Adam Smith
(C) Factor Endowment Theory	(III) David Ricardo

Codes:

- (a) (A)-(II), (B)-(III), (C)-(I)
- (b) (A)-(I), (B)-(II), (C)-(III)
- (c) (A)-(II), (B)-(I), (C)-(III)
- (d) (A)-(III), (B)-(II), (C)-(I)

Ans.(a)

Q23. The Insurance Regulatory and Development Authority of India (IRDAI) plays a vital role in overseeing the insurance sector. What is the correct statement regarding IRDAI?

- (a) IRDAI is primarily responsible for regulating and overseeing the insurance industry in India.
- (b) IRDAI's role is limited to promoting insurance awareness and education without regulatory functions.
- (c) IRDAI focuses solely on maximizing profits for insurance companies, neglecting consumer protection.
- (d) IRDAI's jurisdiction covers only life insurance, excluding general insurance products.

Ans.(a)

Q24. Arrange the following essential steps for filing a regular GST Return (GSTR-3B) in their proper chronological sequence.

- A. Log in to the GST Portal and navigate to 'Returns Dashboard'
- B. Make the tax payment using the available electronic modes (if liability exists)
- C. Generate an EVC or use a Digital Signature Certificate (DSC) to submit the return
- D. Prepare and compute the summary of Outward supplies, Input Tax Credit, and Tax Payable
- E. Select the correct return period (Month/Quarter) and form (GSTR-3B)

Choose the correct answer from the options given below:

- (a) D, A, E, B, C
- (b) A, E, D, B, C
- (c) C, B, A, E, D
- (d) D, B, C, A, E

Ans.(b)

Q25. Which one of the following statements constitutes a valid promissory note?

- (a) "I promise to pay Mr. Y a sum of ₹ 15,000, 30 days after the successful launch of my new business venture."
- (b) "I promise to pay Mr. Z or to his order the sum of ₹ 20,000, three months from the date hereof."
- (c) "I promise to pay a sum of ₹ 10,000 to the bearer of this instrument, on demand."
- (d) "We acknowledge our liability and promise to pay ₹ 50,000 to Mr. A, provided the goods supplied are found to be of satisfactory quality."

Ans.(b)

Q26. Match the Financial Inclusion Yojanas with their respective years of launch.

List I: Financial Inclusion Yojana	List II: Year
A. PM Jan Dhan	I. 2016
B. PM Mudra	II. 2014
C. Stand Up India	III. 2017
D. Vaya Vandana	IV. 2015



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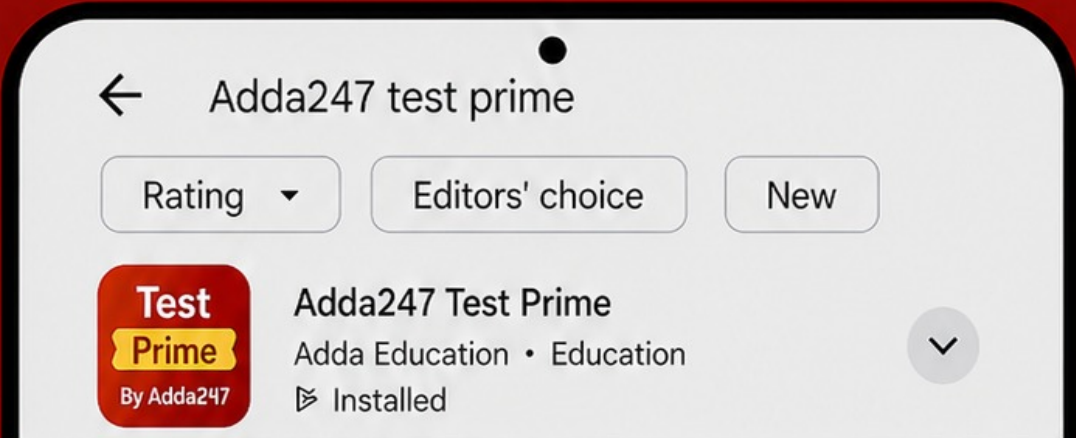
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Choose the correct answer:

Match the column

- (a) A-II, B-IV, C-I, D-III
- (b) A-II, B-I, C-IV, D-III
- (c) A-IV, B-I, C-III, D-II
- (d) A-II, B-III, C-I, D-IV

Ans.(a)

