

ASSESSMENT # 1

Total Marks: 30

Answer the following questions:

1. What is Balance Sheet? Identify and explain any two purposes of a 'Balance Sheet'. (10)
2. Distinguish between fixed and current assets and describe current ratio. (10)
3. What do you understand from the following equation? (10)

$$\text{Assets} = \text{Liabilities} + \text{Net Worth}$$