

CERTIFICATE IN ENTREPRENEURSHIP

Term-End Examination

00301

June, 2014

**CIE-03 : ENTERPRISE CREATION AND LEGAL
REQUIREMENTS**

Time : 2 hours

Maximum Marks : 50

Note : Answer any *five* questions. All questions carry equal marks.

1. What are the different forms of business entities ? Discuss the advantages and disadvantages of a partnership firm and a sole proprietorship firm.
2. What is working capital ? Discuss the components and characteristics of working capital. What are the various sources of financing working capital ?
3. Explain the following :
 - (a) Sources of financing fixed assets
 - (b) Priority Sector lending by banks
4. What is Micro Finance ? Discuss the activities of micro finance institutions in India and explain the modalities of getting loans through micro finance institutions.

5. What is a Business Plan ? Explain the process of preparing a business plan.
 6. Explain in detail the information requirements of a Business Plan format.
 7. What is cost of production ? Explain the various components of the total cost of a manufactured product.
 8. Give the format of a projected Balance Sheet and explain the various items included therein.
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