

## Principle of Commerce (English Medium) - 11th Class Principle of Commerce Chapter 4 Short Questions Preparation

Q1. Wha	t is meant by Shirkat ul Wajooh
Ans 1:	1- In this partners, no partner bring capital.
Ans 2:	2- This partnership may be started by taking loan or purchasing goods on credit.
Ans 3:	3- Profit or loss of the business is distributed among the partner on the basis of their loans taken for the business.
Q2. State	e any five advantages of partnership
Ans 1:	1- Large capital
Ans 2:	2- Mutual consultation
Ans 3:	3- Divison of work
Ans 4:	4- Credit facility
Ans 5:	5- Services of experts
Q3. List o	down the man points of partnership deed.
Ans 1:	1- Name of firm ii- Nature of business iii- Duration
Ans 2:	iv- Capital v- Division of profit and loss
Ans 3:	vi- Rights and duties of partner
Ans 4:	vii- Name of the partners
Ans 5:	viii- Division of work
O4 Have	does the distribution of assets take place after the dissolution of partnership

Ans 1: When the legal entity of partnership business comes to an end then all assets of the firm are sold and realized amont is

divided according to following methods.

Ans 2: 1- Firstly the debts of the outsides are paid. Ans 3: 2- After this, the invested capital of the partners is paid Ans 4: 3- After this if any amoutn remains intaact then it is distributed amog the partners according to their profit sharing ratio. Q5. Who is a junior partner. Ans 1: Junior partner means a partner who has invested small capital and has a limited experimece of busness. His ratio of profit and los sis alsow less as compared to other partners. Q6. What is meant by limited partnership Ans 1: In Pakistan, limited partnership is formed under limited Liability. Partnership Act 2017, Which consist of 55 sections, 13 parts and 3 schedules. The registration of limited partnership is compulsory by law. The name of the limited liability.partnership shall appear in legible accout etc. Q7. List down the methods of dissolutin of firm. Ans 1: 1- Dissolution by agreement ii- By notice iii- breach of partnership act Ans 2: iv- Contingent dissolution v- By court Q8. List out the types of partnership Ans 1: i- Partnership for fixed period Ans 2: ii- Partnership at will iii- Limite partnership iv- Paricualr partnership Q9. Which one is the best option of partner ship agreement. Ans 1: The best form of patnership deed is that it must be written registered and signed by the all partnersship so that partners can know their rights and duties. Q10. State the advantages of registration of fiirm. Ans 1: 1- Creadit facilities. ii- Legal protection iii- Government facilities. Ans 2: iv- Public confidence v- Business reputation

Ans 3: vi- Protection to credititors