

ISQ Examination (Summer-2012)

Leasing and Microfinance – Stage-III

- Q. A) In case of leasing what is the purpose of off balance sheet financing?
- Q. B) Under what circumstances are the assets are physically reverted back to lessor?
- Q. On Jan 1, 2008, Allied Enterprise entered into an operating lease agreement for 5 years. The lease provides a 10% annual increase in rent. Rental paid in 2011 amounted to Rs. 180,000.

How much rent expense the lessee should record in 2011?
- Q. Explain the following terms:
 - A. Bargain purchase option
 - B. Interest rate implicit in the lease
 - C. Contingent rentals
 - D. Lessee's incremental borrowing rate
- Q. Identify the areas in which opportunities exist for the development of Micro enterprises.
- Q. How does, micro-financing encourages young persons to become successful entrepreneurs
- Q. What are the sequential steps of feasibility study? Explain.
- Q. Discuss the scope of Micro Enterprises in building sustainable industrial and corporate sector in Pakistan?
