

# QUIZ



Module  
III



Course  
Entrepreneu  
Finance



Topic 6  
Financial  
Ratios



Lesson 3  
Liquidity and  
Leverage  
Ratios

## Activity

- **Short Description:** Short QUIZ that will help students to check the acquired knowledge in the field of financial ratios.
- **Methodology:** Project-based learning
- **Duration:** 15 min
- **Difficulty (high - medium - low):** Low
- **Individual / Team:** Individual
- **Classroom / House:** Students can do this activity in the classroom and at home.
- **What do we need to do this activity?**
  - Paper and pen

## Description

- **Text description:** Short quiz to test the knowledge of lesson 6 (Financial Ratios). In this lesson, we talk about Profitability, Efficiency, Liquidity, and Leverage. Now it's time to check what we have learned.

## Instructions



- Read the question carefully and circle the letter in front of the correct answer.
- **Note:** Only one answer is correct.

### Expected outcomes

- Mastered the knowledge from lesson Financial Ratios.

## Financial ratios practice - QUIZ

### 1. What are the four types of ratios used in financial analysis?

- Liquidity, profitability, activity, capital structure
- Revenue and expense, liquidity, capital structure, activity
- Plant and equipment, activity, capital structure, liquidity

### 2. The balance sheet displays an organization?

- Assets, liabilities, and expenses
- Revenue, expenses, and assets
- Net assets, liabilities, and assets

### 3. How managers use ratio analysis?

- To make financial decisions
- To predict the future plan and strategies that will affect the future
- To analyze the financial performance of the company in previous years.

### 4. Which of the following describes liquidity ratios the best?

- Reflect on an organization's long-term liquidity.
- Measure an organization's ability to exist and grow.
- Measures of an organization's ability to meet short-term obligations

### 5. What is NOT an asset of efficiency ratio?

- inventory turnover
- Total asset turnover
- Return on net assets



This activity can be used in other (module, course, topic, lesson):

- **Module III, III.1 Business model creation**

**DIGICOMP (Competences developed):** *Evaluating data, information, and digital content,*

**ENTRECOMP (Competences developed):** *Learning through experience, Financial and economic literacy, Motivation and perseverance*

**ANNEX:**

<b>DIGICOMP</b>	<b>ENTRECOMP</b>
<p><b>1. INFORMATION AND DATA LITERACY</b></p> <p>1.1 Browsing, searching and filtering data, information and digital content</p> <p>1.2 Evaluating data, information and digital content</p> <p>1.3 Managing data, information and digital content</p>	<p><b>1. IDEAS AND OPPORTUNITIES</b></p> <p>1.1 Spotting opportunities</p> <p>1.2 Creativity</p> <p>1.3 Vision</p> <p>1.4 Valuing ideas</p> <p>1.5 Ethical and sustainable thinking</p>
<p><b>2. COMMUNICATION AND COLLABORATION</b></p> <p>2.1 Interacting through digital technologies</p> <p>2.2 Sharing through digital technologies</p> <p>2.3 Engaging in citizenship through digital technologies</p> <p>2.4 Collaborating through digital technologies</p> <p>2.5 Netiquette</p>	<p><b>2. RESOURCES</b></p> <p>2.1 Self- awareness and self- efficacy</p> <p>2.2 Motivation and perseverance</p> <p>2.3 Mobilizing resources</p> <p>2.4 Financial and economic literacy</p> <p>2.5. Mobilizing others</p>



2.6 Managing digital identity	
3. DIGITAL CONTENT CREATION	3. INTO ACTION
3.1 Developing digital content	3.1 Taking the initiative
3.2 Integrating and re-elaborating digital content	3.2 Planning and management
3.3 Copyright and licences	3.3 Coping with uncertainty, ambiguity and risk
3.4 Programming	3.4 Working with others
	3.5. Learning through experience
4. SAFETY	
4.1 Protecting devices	
4.2 Protecting personal data and privacy	
4.3 Protecting health and well-being	
4.4 Protecting the environment	
5. PROBLEM SOLVING	
5.1 Solving technical problems	
5.2 Identifying needs and technological responses	
5.3 Creatively using digital technologies	
5.4 Identifying digital competence gaps	

**Answers: 1.a; 2.c; 3.b; 4.c; 5c.**

