

Principles of accounting Icom Part 1 English Medium Chapter 2 Online Test

Sr	Questions	Answers Choice
1	A table lost by fire should be debited to	A. Table a/c B. Furniture a/c C. Loss by Fire a/c D. Purchases a/c
2	In double entry system of bookkeeping every business transaction affects:	A. Debit or credit side of the same account B. Two accounts C. The same side of the same account D. None of the above
3	Debit Signifies	A. Increase in Asset Account B. Decrease in Liability Account C. Decrease in Capital Account D. All of the Above
4	All the transactions recorded to credit sales are recorded in:	A. Sale return book B. Sales book C. Cash book D. Debtor's book
5	The expenditures which reduce revenue (profit) of the business are:	A. Revenue expenditures B. Capital expenditure C. Fixed expenditures D. Future expenditures
6	The Amount of salary paid to Sohail should be debited to	A. Sohail's a/c B. Cash Account C. Salaries a/c D. Both a & D. Bot
7	The statement which contains the explanation of different in cash book and bank statement is known as:	A. Bank statement B. Cash statement C. Balance statement D. Bank reconciliation statement
8	Which of the following normally has a credit balance	A. Machinery a/c B. Purchases a/c C. Stock a/c D. Sales a/c
9	Left hand side of an account is called	A. Debit Side B. Credit Side C. Both a & D. None of these
10	A transaction is recorded on the same days as its takes place, so journal is also called:	A. A day book B. A history book C. An entry book D. Ledger book
11	A schedule of balances of all accounts is called	A. Journal B. Ledger C. Balance Sheet D. Trial Balance
12	Contain all residual account	A. Debtors Ledger B. Creditors Ledger C. General Ledger D. Cash Ledger
13	Transaction are recorded data wise, so journal is also called:	A. Entry book B. Transaction book C. Chronological book D. Voucher
14	Journal is prepared in	A. Columnar form B. Vertical form C. Horizontal form D. Row form
15	کسی شے کے مسلسل اور لگاتار استعمال سے مختتم افادہ میں کمی آتی جاتی ہے بشرطیکہ دیگر امور بدستور ہیں اس قانون کو کہتے ہیں	قانون تقليل افاده مختتم .B قانون مساوى افاده مختتم .E قانون طلب .

		قانون تقليل حاصل D.
16	The first successful step of Double Entry System is	A. Leger B. Journal C. Final Account D. Trial Balance
17	A trial balance can be constructed by	A. Three Methods B. Two Methods C. Four Methods D. Five Methods
18	A Ledger is a book in which	A. Only Personal & Depended B. Only Real Accounts are Opened B. Only Real Accounts are Opened C. Only Nominal Accounts are Opened D. All Real, Nominal and Personal Accounts are Opened
19	Personal account are related to:	A. Assets and liabilitiesB. Expenses, lossesC. Customers, creditors etc.D. Incomes
20	The book use to record all credit purchases is called:	A. Purchases book B. Purchase return book C. Cash book D. Creditor book