

Principles of accounting Icom Part 1 English Medium Chapter 4 Online Test

Sr	Questions	Answers Choice
1	When saleable goods are bought in a business are called:	A. Sales B. Purchase C. Assets D. Goods
2	The cash book is a	A. Subsidiary Journal B. Ledger Account C. Subsidiary Journal and Ledger D. Trial Balance
3	Retiring a bill under rebate means:	A. Making payment for the bill before the due date B. Making payment for the bill after the due date C. Dishonouring bill D. None of the above
4	The excess of gross profit on sale over total operating expenses is called:	A. Cost of goods sold B. Gross profit C. Net profit D. None-operating income
5	Pass book is prepared by	A. Debtor B. Creditor C. Banker D. Customer
6	In accounting all business transactions are recorded which have:	A. Dual aspect B. Single aspect C. None of the above D. Economic aspect
7	The favourable balance of bank statement is	A. Credit Balance B. Debit Balance C. Zero Balance D. Both b and c
8	Unfavourable balance means	A. Credit Balance in the Pass Book B. Credit Balance in the Cash Book C. Debit Balance in Bank Statement D. Both b and c
9	The book in which all cash transactions are primarily recorded is called	A. Cheque Book B. Pass Book C. Cash Book D. Finance Book
10	Cash account is concerned with:	A. Real account B. Personal account C. Nominal account D. Capital account
11	How many columns are drawn on one side of three column cash book ?	A. Five Columns B. Six Columns C. Seven Columns D. Eight Columns
12	Book used to record petty expenses and receipts	A. Single Column Cash Book B. Petty Cash Book C. Double Column Cash Book D. Treble Column Cash Book
13	An Entry which is recorded on the both sides of cash book is called	A. Simple Entry B. Compound Entry C. Combined Entry D. Contra Entry
14	The owner of the business is known as:	A. Sale man B. Agent C. Proprietor D. Employee
15	Bank Reconciliation represents	A. A Journal B. A Ledger C. A Statement

		D. both a and c
16	In form journal, the first column represents:	A. Ledger Folio B. Data C. Amount D. Debit
17	A cash account always shows	A. Debit Balance B. Credit Balance C. Both a and b D. Nil Balance
18	Discount deducted from the catalogue or list price is called:	A. Trade discount B. Cash discount C. Catalogue discount D. Credit discount
19	Our cheque to Babar & Bros, returned dishonoured should be credited to	A. Cheque Account B. Cash Account C. Bank Account D. Babar & Bros A/c
20	Which column is prepared in single column cash book?	A. Bank Column B. Cash Column C. Discount Column D. All of the Above