

Principles of Accounting Icom Part 2 English Medium Chapter 2 Online Test

Sr	Questions	Answers Choice
1	Non-profit seeking organization income and expenditure account performs the same function as profit seeking organization's	A. Trading and profit and loss account B. Balance sheet C. Bank account D. Petty cash book
2	Non-profit making organization is also known as	A. Non-profit seeking concern B. Non-trading concern C. Trading concern D. "a" and "b"
3	Receipt and payment account includes.	A. Revenue items B. Capital items C. Both capital and Revenue items D. None of the above
4	Income and expenditure account is prepared at the	A. Start of the year B. Mid of the year C. End of the year D. At the start and end of the year
5	Receipts and payments account records transaction relating to	A. Past year B. Future year C. Present year D. All of the above
6	Income and expenditure account is prepared on.	A. Cash basis B. Accrual basis C. Basis of accrual basis D. None of these
7	Amount received by the way of gift from any person or organization is called.	A. Donation B. Subscription C. Legacy D. None of these
8	If the credit side of the income and expenditure account is greater it is termed as.	A. Deficit B. Surplus C. Asset D. Liability
9	Receipts and payments account records the transactions of	A. Revenue nature B. Capital nature C. Revenue and capital nature D. None of these
10	Capital fund of non trading concern is equal to.	A. Assets + Income B. Assets + Liabilities C. Expenditure + Liabilities D. Assets - Liabilities
11	Admission fee income should be.	A. Treated as income B. Capitalized C. Proportionate to revenue and capitalized D. None of these
12	The Receipt and payment account is the summary of the	A. Cash book B. Balance sheet C. Trial balance D. Profit and loss account
13	Income and expenditure account shows.	A. Surplus or deficit B. Net profit or net loss C. Capital account D. Cash in hand
14	Receipts and payments accounts records transaction relating to.	A. Current year B. Past year C. future year D. All of the above
15	If the debit side of the income and expenditure account is greater than the credit side it is termed as.	A. Surplus B. Deficit C. Assets

D. Liabilities

16 The income and expenditure account performs the same function as.

A. Trading and profit and loss account
B. Manufactureng account
C. Balance sheet
D. None of these

17 Income and expenditure account is usually accompanied by.

A. Trail balance
B. Balance sheet
C. Cash book
D. None of these

18 In income and expenditure account

A. Expense are recorded on debit side
B. Revenues are recorded on credit side
C. Does not start with any opening balance
D. All of the above

19 All transactions relating to non-profit seeking concerns are recorded in the books of account strictly according to

A. Single entry system
B. Double entry system
C. Treble entry system
D. "a" and "b"

20 The excess of total assets over total liabilituies of a concern is called.

A. Surplus
B. Deficit
C. Capital fund
D. Profit
