

## Principles of Accounting Icom Part 2 English Medium Chapter 4 Online Test

Sr	Questions	Answers Choice
1	A partner who takes an active part in the management of the firm is called.	A. Active partner B. Sleeping partner C. Norminal partner D. Quasi partner
2	Partnership is formed by the partners.	A. Written agreement B. Mutual consent C. Verbal agreement D. None of these
3	Capital of the partners are maintained under.	A. Fixed capital method B. Fluctuating method C. By any two of the above D. None of the above
4	Partnership is formed under the act of.	A. 1984 B. 1932 C. 1912 D. 1962
5	A partner does not take an active part in the management of the firm is called.	A. Active partner B. Senior partner C. Dormant of sleeping partner D. Nominal partner
6	In the absence of an agreement, interest on loan advanced by the partner to the firm is allowed at the rate of.	A. 5 percent B. 6 percent C. 8 percent D. 9 percent
7	The persons who have entered in partnership are collectively called.	A. A firm B. Agents C. Partners D. Promoters
8	In case of banking business, the number of persons must not exceed.	A. Ten (10) B. Twenty (20) C. Twenty five (25) D. Fifty (50)
9	A partner who invests capital in the business but does not take active part in the conduct of the business is called.	A. Active partner B. Sleeping partner C. Secret partner D. None of these
10	Liability of the partners in partnership is.	A. Limited B. Unlimited C. Limited up to the extent of their capitals D. Depend on the will of the partners
11	Current accounts of the partners should be opened when the capital are.	A. Fixed B. Fluctuating C. Either fixed or fluctuating D. None of these
12	The persons who have entered two partnership are individually called.	A. Agents B. Partners C. A firm D. Vendor
13	A partner who is newly admitted to the firm with the consent of all the parties is called.	A. Salaried partner B. Incoming partner C. Junior partner D. Minor partner
14	A partner who has a major investment in the firm and receives a relatively more profit is called.	A. Sleeping partner B. Dormant partner C. Senior partner D. Estoppel partner
15	A person who invests the minor portion of capital in the business and so he has a small share in the profit is called.	A. Senior partner B. Junior partner C. Quasi partner

		D. Nominal partner
16	For the firm, interest on drawing is.	A. Expense B. Income C. Liability D. None of these
17	The owner of the partnership are called as.	A. Member B. Partners C. Share holder D. None of these
18	Investment in partnership is made by introducing.	A. Cash B. Non cash assets C. Cash or non cash assets D. None of these
19	Registration of the firm.	A. It is legally necessary B. It is optional C. It depends on the will of the partners D. It depends upon the will of the employee
20	The investment in partners capital accounts is to be credited to.	A. Partners capital accounts B. Profit and loss account C. Interest account D. None of these