

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

Sr	Questions	Answers Choice
1	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
2	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
3	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
4	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)
5	The persons who have entered in partnership are collectively called.	A. A firm B. Agents C. Partners D. Promoters
6	When the capitals of the partners are not allowed to change during the life time of the business except in extraordinary circumstances then they are called.	A. Fluctuating capitals B. Fixed capitals C. Current capitals D. None of these
7	The owner of the partnership are called as.	A. Member B. Partners C. Share holder D. None of these
8	Current account of the partners should be opened when the capitals are.	A. Fluctuating B. Fixed C. Either fixed or fluctuating D. Neither fixed or fluctuating
9	Interest on drawing is debited to.	A. Partners capital accounts B. Profit and loss account C. Interest account D. None of these
10	The agreement among the partners which sets out the terms which they have agreed to form a partnership is called.	A. Partnership deed B. Arbitration clause C. Partnership at will D. None of these
11	A partner who does not take an active part in the management of the firm is called.	A. Active partner B. Senior partner C. Dormant or sleeping partner D. Nominal partner
12	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
13	The persons who have entered into partnership are individually called.	A. Agents B. Partners C. A firm D. Vendor
14	In the absence of an agreement partners shall	A. Be paid salaries B. Not to be paid the salaries C. Be paid salaries by the consent of the partners D. Be paid salaries to those who worked for the firm

15	In partnership minimum limit of partners is.	B. Five(5) C. Ten (10) D. Tweleve (12)
16	Partnership is formed by the partners.	A. Written agreement B. Mutual consent C. Verbal agreement D. None of these
17	Maximum numebr of the partners in an ordinary Partnershship.	A. Ten partners B. Twenty partners C. Thirty partners D. Fourth partners
18	A partner who takes an active part in the managment of the firm is called.	A. Active partner B. Sleeping partner C. Norminal partner D. Quasi partner
19	Current accoujts of the partners should be opened when the capital are.	A. Fixed B. Fluctuating C. Either fixed or fluctuating D. None of these
20	Partnership is formed under the act of.	A. 1984 B. 1932 C. 1912 D. 1962