

Principles of Accounting Icom Part 2 English Medium Chapter 5 Online Test

Sr	Questions	Answers Choice
1	Old profit sharing ratio minus new profit sharing ratio is equal for.	A. Sacrificing ratios B. Gaining ratios C. Distributing ratios D. None of these
2	Sacrificing ratios are equal to.	A. Capital Ratios- New ratios B. Old ratios - New ratios C. New ratio - old ratios D. None of these
3	On the admission of a new partner the increase in the value of assets is debited	A. Revaluation account B. Assets account C. Old partners capital account D. New partners capital account
4	The extra amount charged from the new partner over and above the capital is for.	A. Purchase of Machinery B. Good will C. Purchase of furniture D. Payment of liabilities
5	When the incoming partner pays the firm for good will in cash the amount should be debited to firm's books to.	A. Good will accounts B. Cash Account C. Capital account of the incoming partner D. All of the above
6	Good will is.	A. Tangible asset B. Intangible asset C. Wasting assets D. Frictional assets
7	In the absence of an agreement, the share of new partner in partnership will be.	A. In the portion of capital B. Equal C. According to work D. None of the above
8	Value of the good will is calculated under capitalization formula.	A. Average profit / reasonable return x 100 B. Reasonable return / average profit x 100 C. Average profit x 100 / reasonable return D. None of these
9	Revaluation loss should be debited to.	A. Revaluation account B. All partners capital account C. Old partners capital accounts D. New partners capital account
10	When a new partner is admitted without the consent of the old partner.	A. Partnership will be dissolved B. Will value C. Agreed value D. None of these
11	Revaluation account is a.	A. Real account B. Personal account C. Cash account D. Nominal account
12	General reserve at the time of admission of a new partner is credited.	A. New partner capital account B. General reserve account C. Old partners capital account D. All partners capital account
13	A new partner may be admitted to a partnership.	A. With the consent of all the partners B. With the consent of any one of the partners C. With consent of two-thirds of the old partners D. Without the consent of old partners
		A. Old profit sharing ratios

14	If the goods will raised at the tim e of admissionof a new partner will be written off in.	B. Capitals ratios C. New profit - Old ratios D. Sacrificing ratios
15	The balance of revaluation accoun tis transferred to the old partners capital accounts in their.	A. Sacrificing ratio B. Old profit shairng ratio C. New profit sharing ratio D. Equal profit shairng ratio
16	Profit on revalutin is to be caredited to old partners in their	A. Sacrificing ratio B. New profit shiaring ratio C. Old prift sharing ratio D. Equal prift sharing ratio
17	Good will is	A. Expense B. Profit C. Assets D. Liability
18	Profit of revaluation should be credited to.	A. Revaluation account B. Liabilites accounts C. Old partners capital accounts D. Assets accounts
19	The amount of good will broght in cash by nw partner will be credited to old partner in.	A. Gaining Ratio B. New Ratio C. Old Ratio D. Sacrifice Ratio
20	On the admission of a new partneer the decreasein the value of assets is debited to.	A. Revaluation account B. Assets account C. Old parner's capital account D. New partner capital account