

Principles of Accounting Icom Part 2 English Medium Chapter 8 Online Test

| Sr | Questions | Answers Choice |
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| 1 | The document which contains the fundamental conditions of incorporation and the objects for which the company was formed is called. | <p>A. Memorandum of association</p> <p>B. Article of association</p> <p>C. Prospectus</p> <p>D. None of the above</p> |
| 2 | A situation where a company receives an application for a large number of shares than offered to the public for subscription is termed as. | <p>A. Under subscription</p> <p>B. Over subscription</p> <p>C. General subscription</p> <p>D. Above subscription</p> |
| 3 | The face value of the share is also known as. | <p>A. Book value</p> <p>B. Par value</p> <p>C. Market value</p> <p>D. None of these</p> |
| 4 | Dividend is calculated on. | <p>A. Registered capital</p> <p>B. Issue Capital</p> <p>C. Paid up Capital</p> <p>D. Subscribed Capital</p> |
| 5 | The shares of public limited company are. | <p>A. Not refundable</p> <p>B. Not transferable</p> <p>C. Transferable</p> <p>D. No allotable</p> |
| 6 | Debenture holders are. | <p>A. Creditors</p> <p>B. Owners</p> <p>C. Customers of the company</p> <p>D. Debtors</p> |
| 7 | Debentures holders are. | <p>A. Creditors of the company</p> <p>B. Owners of the company</p> <p>C. Customer of the company</p> <p>D. None of these</p> |
| 8 | The maximum number of members in case of private limited company can be. | <p>A. Forty</p> <p>B. Fifty</p> <p>C. Sixty</p> <p>D. No restriction on maximum number</p> |
| 9 | Unclaimed dividend is shown as. | <p>A. Asset</p> <p>B. Liability</p> <p>C. Deduction from paid up capital</p> <p>D. None of these</p> |
| 10 | Those debentures which carry no security as to payment of interest or repayment of principal, are known as. | <p>A. Mortgage debentures</p> <p>B. Secured debentures</p> <p>C. Simple or naked debentures</p> <p>D. None of these</p> |
| 11 | Normally the discount on the shares should not exceed from | <p>A. Five percent</p> <p>B. Eight percent</p> <p>C. Twenty percent</p> <p>D. Ten percent</p> |
| 12 | The amount of share capital which a company is authorized to raise is called. | <p>A. Subscribed capital</p> <p>B. Issued capital</p> <p>C. Authorized capital</p> <p>D. Paid up capital</p> |
| 13 | Joint stock company is an Artificial person created by | <p>A. Law</p> <p>B. Federal Govt</p> <p>C. Registrar</p> <p>D. Employees</p> |
| 14 | The charter of the company containing the objects for which the company is being formed is called. | <p>A. Articles of association</p> <p>B. Prospectus</p> <p>C. Memorandum of association</p> <p>D. Notice</p> |
| 15 | The dividend paid to the shareholders during the financial year is. | <p>A. Redeemable debentures</p> <p>B. Irredeemable debentures</p> <p>C. Repayable debentures</p> <p>D. None of these</p> |

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| 16 | The powers of company are governed by the. | A. Shareholders B. Memorandum of association C. Prospectus D. Articles of association |
| 17 | In case of private company minimum number of shareholders are. | A. Six B. Seven C. Ten D. Two |
| 18 | The total amount received by the company out of the total called up amount is known as the. | A. Called up capital B. Paid up capital C. Issued capital D. Reserve capital |
| 19 | The joint stock company is formed under companies ordinance. | A. 1984 B. 1974 C. 1884 D. 1962 |
| 20 | The documents which contains the rules and regulation for the internal management of the company is called. | A. Prospectus B. Articles of association C. Memorandum of association D. Notice |