

NAT II Management Science Finance & Accounting

Sr	Questions	Answers Choice
1	Endorsement is made:	A. For settlement of debts B. For settlement of income C. For settlement of profit D. None
2	How many of grace are given?	A. 5 B. 4 C. 3 D. 2
3	Cost which is calculated before manufacture operation is called	A. Sunk cost B. Mixed cost C. Standard cost D. None of above
4	Which one is non-manufacturing costs?	A. Direct material cost B. Labour cost C. Research and development cost D. All of above
5	Sales prices is calculated as follow:-	A. Cost + operating expense B. Direct material + Direct labour + F.o.H C. Cost + operating expenses + profit D. None of above
6	Which one is not a classification according to the accounting period?	A. Capital expenditure B. Revenue expenditure C. Product cost D. Administrative cost
7	Outstanding expenses are also known as	A. Prepared expenses B. Accrued expenses C. Un-earned income D. None
8	Realisation concept is the concept in which revenue is ----- at the time when goods are sold or services rendered.	A. Recognized B. Not recognized C. Paid D. Received
9	A credit purchases are:	A. If goods purchased and payment made at the same time B. If goods purchased and payment not made at the same time C. If goods sold and payment receive at the same time D. If goods sold and payment not receive at the same time
10	Doubtful debts are shown on:	A. Profit side of statement of profit and loss B. Liabilities side of balance sheet C. Asset side of balance sheet D. Not shown anywhere
11	Accounts which are related with properties are known as	A. Real accounts B. Nominal accounts C. Property accounts D. A and C are correct Accounting principles:
12	Under perpetual inventory system stock taking is under taken at the	A. Start of the accounting year B. End of the accounting C. Regular bases D. None of above
13	From the following statements which one is not true about over applied F.o.H	A. Less from cost of goods sold at normal B. Less from entire production if required C. Add in gross profit if required D. Less from Net profit.
		A. The number of units sold

14	Per Unit cost is calculated by dividing the cost of goods sold by	B. The number of units purchase C. The number of units manufactured D. All of the above
15	Rebate is the ----- in the amount of bill paid	A. Premium B. Increase C. Expense D. Concession
16	Provision of doubtful debts are also known as:	A. Allowances for uncollectable B. Allowances for collectable C. Bad debts D. None
17	Tenor is the period of time ----- which a bill becomes payable	A. Before B. After C. Both a and b D. None
18	The cost flow must watch the	A. Output B. Outflow C. Inflow D. Workflow
19	During period of rising material prices, ----- method results in profit inflation	A. LIFO B. FIFO C. Weighted average D. All of the above
20	Treble column cash book has three columns of:	A. Cash, bank and discount B. Income, expense and bank C. Cash, bank and profit or loss D. None