

## NAT II Management Science Finance & Accounting

Sr	Questions	Answers Choice
1	Loss which arises due to ----- is known as abnormal loss	A. Breakage of goods B. Leakage C. Fire D. Shrinkage
2	Compound entry is an entry in which:	A. More than one account is debited B. More than one account is credited C. Both a and b are correct D. None of the above
3	Depreciation is a loss due to wear and tear of an asset.	A. Correct B. Incorrect C. May be D. None
4	The stages of accounting cycle are	A. Transaction-ledger-journal-trial balance-final accounts B. Transaction-journal-ledger-trial balance-final accounts C. Transaction-journal-trial balance-ledger-final accounts D. Transaction-journal-ledger-final accounts-trial balance
5	Variable cost and fixed cost have been treated as product cost in	A. Absorption costing B. Direct costing C. Full costing D. All of above
6	In job order costing system, each job is assigned a job cost	A. Unit B. Center C. Driver D. Sheet
7	Outstanding expenses are also known as	A. Prepared expenses B. Accrued expenses C. Un-earned income D. None
8	Dishonor of the bill occurs when:	A. The drawer refuse to pay B. The acceptor refuses to meet the bill on due date C. The endorsee accepts to meet the bill D. None
9	Doubtful debt are:	A. Definite loss to the business B. Definite profit to the business C. Expected loss to the business D. Expected profit to the business
10	A person is said to be insolvent when his	A. Assets are sufficient B. Assets are enough to pay his liabilities C. Assets are not enough to pay his liabilities D. None
11	If spoiled good are considered as abnormal part of production process then debited to	A. Work in process B. General expense C. F-o-H control D. None of above
12	Which one is not a functional classification?	A. Manufacturing cost B. Marketing cost C. Finance cost D. Mixed cost
13	According to possible for an event or transaction which is not measurable in terms of money	A. True B. False C. May be D. None
14	A cost whose magnitude will be affected by decision being made is called	A. Historical cost B. Relevant cost

		<p>C. Irrelevant cost</p> <p>D. Sunk cost</p>
15	Cost which cannot be conveniently identified with individual cost unit is called	<p>A. Direct material cost</p> <p>B. Indirect material cost</p> <p>C. Indirect labour cost</p> <p>D. Caring cost</p>
16	What are accrued expenses?	<p>A. The expenses that have been incurred during current year and paid till the end of current year</p> <p>B. The expenses that have been incurred previous year and paid in the current year</p> <p>C. The expenses that have been incurred during current year and not paid till the end of current year</p> <p>D. The expenses that have been incurred previous year and not paid till the end of current year</p>
17	What is accounting period?	<p>A. It is a time for which business prepares its financial statements</p> <p>B. It is time for which business prepares its profit and loss statement</p> <p>C. It is a time for which business prepares its balance sheet</p> <p>D. None</p>
18	Doubtful debts are shown on:	<p>A. Profit side of statement of profit and loss</p> <p>B. Liabilities side of balance sheet</p> <p>C. Asset side of balance sheet</p> <p>D. Not shown anywhere</p>
19	Which one is not include in factory overhead?	<p>A. Power hear &amp; light</p> <p>B. Indirect labour cost</p> <p>C. Depreciation of plant</p> <p>D. Salary of accountant</p>
20	If applied factory overhead is less than actual factory overhead, it is called	<p>A. Applied F.o.H</p> <p>B. Over applied F.o.H</p> <p>C. Under-applied F.o.H</p> <p>D. None of above</p>