

MGT-101 Final Term Exams Preparation Virtual University

Sr	Questions	Answers Choice
1	A summarized record of transaction related to individual or things is called	A. Account B. Voucher C. Journal D. Trail Balance
2	Double entry accounting system include:	A. Accrual accounting only B. Cash accounting only C. Both A and B D. ^{None of the given}
3	All the cost incurred on the incomplete assets up to the balance sheet date must be transferred to:	A. Capital account B. Capital work in progress C. Relevant asset account
4	If the cost of the sales is Rs 60,000 are Rs 95,000 and opening expenses are Rs 20,000 during the year. What would be the net profit?	A. Rs 15000 B. Rs 35000 C. Rs 55000 D. Rs 60000
5	Depreciation value of an asset is equal to	A. cost + scrape value B. cost + market value C. cost - scrap value D. none of the given
6	A decrease in value of a fixed asset due to age ,wear and tear is known as	A. depreciation B. accumulated depreciation C. WDV
7	Word credit is derived from	A. latin B. english C. french D. chinese
8	If you start with cash book favourable balance in Bank Reconciliation Statement which item will be added?	A. cheaque deposited but not credit by the bank B. Cheques omitted to be deposited into the bank C. any amount directly collected by bank on behalf of customer but not recorded in cash book D. Debit side cash book was overcast.
9	Cost incurred for the maintenance of shop in considered as	A. revenue expenses B. capital expenses C. deferred expenses
10	Commercial accounting is based on	A. Single entry book keeping B. Double entry book keeping C. Both single and double entry bookeeping D. cash basic of book keeping
11	What type of expense are paid out of gross profit?	A. Selling expenses B. general expenses C. financial expenses D. All of the above
12	We can say that business in profit when	A. Assets exceeds expenditure B. Assets exceeds liabilities C. income exceeds expenditure D. income exceeds liabilities
13	Which of the following is not an item of Balance Sheet?	A. Accounts receivable B. accounts payable C. sales revenue D. marketable securities
14	Assets total Rs 50,000 and liability total rs 10,000 ,What is the equity of the business?	A. 40000 B. 60000 C. 30000 D. 10000
		A. Matching principle

15	The basic purpose of depreciation is to achieve the	B. Dual aspect principle C. Separate entity concept D. Money measurement concept
16	Which of the following account balance will be shown on debit side of trial balance?	A. Cash account B. Furniture account C. Motor account D. all of the above
17	In which of the following condition a company will have positive working capital?	A. if current assets> current liabilities B. if current assets < current liabilities C. if current assets = current liabilities D. if current assets <= current liabilities
18	The price paid for an item , in terms of currency is called	A. Sale B. Cost C. Debt D. Revenue
19	Following are the inventories of Manufacturing Concern EXCEPT	A. Raw material B. work in process C. finished goods D. merchandise inventory
20	An asset that is not physical in nature is called	A. intangible asset B. liquid assets C. current asset