

MTH-501 Quiz Online Test

Sr	Questions	Answers Choice
1	In an account if credit < debit side then the balance is known as	A. Negative Balance B. Debit Balance C. Positive Balance D. Credit Balance
2	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
3	Which of the financial statement DO NOT show the financial health of a business at specific date?	A. Profit and Loss account B. Balane Sheet C. Statement of financial position
4	While making income and expenditure account, excess of income over expenses in a specified accounting is called :	A. Profit B. Loss C. Surplus D. Deficit
5	Firms chargers depreciation each year :	A. To ensure there is enough money in the firm to replace the asset B. To spread the cost of the asset over its working life C. Because the law state must be reduced
6	Cash book is a part of	A. Voucher B. general ledger C. general journal D. Trail balance
7	The favourable balance of profit and loss account should be:	A. added in liabilities B. subtracted from current assets C. Subtracted from liabilities D. added in capital
8	The price paid for an item , in terms of currency is called	A. Sale B. Cost C. Debt D. Revenue
9	Cost incurred for the maintenance of the shop is considered as	A. Deferred expense B. Capital expenses C. Revenue expenses D. Preliminary expenses
10	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
11	A summarized record of transaction related to individual or things is called a	A. Account B. Voucher C. Journal D. Trail Balance
12	Economic resource owned by a business and expected to benefit for the future operation are called :	A. Expenses B. Assets C. Capital
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	The amount brought propritier in the business should be credited to	A. cash account B. capital account C. drawing account
15		A. Partnership

15	Which of the following is non profit-able organization?	B. Trust C. Limited Company
16	According to double entry system of accounting,an accounting that obtain benefit is	A. Debit B. Credit C. Income
17	Commercial accounting is based on	A. Single entry book keeping B. Double entry book keeping C. Both single and double entry book keeping D. cash basic of book keeping
18	Accrued expenses are the example of	A. Current liability B. Long term liability C. Capital expenses
19	In cost of goods sold statement the total factory cost is equal to	A. I cost of material + Labor cost B. cost of material consumed + conversion cost C. cost of materiaI consumed + total factory cost
20	Which of the following items appears in Trading account of business?	A. Interest expenses B. Wages and salaries C. Depreciation expenses D. Discount allowed