

MTH-501 Quiz Online Test

Sr	Questions	Answers Choice
1	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 material consumed + total factory cost
2	A decrease in value of a fixed asset due to age wear and tear is known as	A. depreciation B. accumulated depreciation C. administrative expenses D. operating expenses
3	The area of accounting concerned with reporting financial information to the interested parties is called	A. cost accounting B. financial accounting C. management accounting D. tax accounting
4	A book in which receipts and payments are recorded is known as	A. Pass book B. Cash book C. Purchase book D. Sales book
5	In a balance sheet fixed asset is shown at	A. cost price B. market value C. fair value D. written down value
6	The basic purpose of depreciation is to achieve the :	A. matching principle B. Dual aspect principle C. separate entity concept
7	If a business purchase machinery for rs 30000 on 31 january 2008 having life of 8 years,this expenses will be realized under the concept of accrual accounting	A. for the year 2008 only B. for the last day of 10th year only C. over 10 year D. nothing can be said about it
8	Which of the following essentials are shown in Bank book?1.Date of transaction ,2.Narration of transaction ,3.Cheque Number	A. 1,2 B. 2,3 C. 1,3 D. 1,2,3
9	_____ is the amount for which an assets could be exchanged between knowledge willing parties in a arm length transaction	A. Present Value B. Fair Value C. Book Value
10	Which of the following is not an item of Balance Sheet?	A. Accounts receivable B. accounts payable C. sales revenue D. marketable securities
11	Which of the following is non profit-able organization?	A. Partnership B. Trust C. Limited Company
12	The total of all cost incurred to convert raw material into finished goods is known as :	A. Prime cost B. Conversion cost C. Sunk cost
13	Which of the following items appears in Trading account of business?	A. Interest expenses B. Wages and salaries C. Depreciation expenses D. Discount allowed
14	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
15	The time span in which financial statements of the business are prepared is called	A. Financial year B. Accounting period C. Business life cycle D. Accounting Cycle
16	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

17	Which of the following account balance will be shown on debit side of trail balance ?	A. Capital account B. Sundry credit accounts C. Cash account
18	The stock of manufacturing concern consists of	A. work in process inventory B. raw material inventory C. finished goods inventory D. all of the given option
19	_____ is the detail of transaction in one account provided by the bank	A. bank statement B. income statement C. bank reconciliation statement
20	An informal accounting statement that lists the ledger account balance at a time and compare the total of debit balance with the total of credit balance is known as :	A. Income statement B. balance sheet C. trail balance D. cash book