

Accounting Test Easy Mode

Sr	Questions	Answers Choice
1	A table lost by fire should be debited to	A. Table a/c B. Furniture a/c C. Loss by Fire a/c D. Purchases a/c
2	When a Bill is dishonoured, the holder of the bill goes to an official called	A. Inspector B. Notary Public C. Drawer D. Manager
3	Cash paid to Naeem will affect	A. cash & capital B. cash & creditor C. cash and debtors D. cash & goods
4	The revenue profit should be transferred to:	A. Balance sheet B. Trading account C. Profit and loss account D. None of these
5	The debts, the recovery or realization of which is uncertain are known as	A. Bad bets B. Doubtful debts C. Provision for doubtful debts D. Loan
6	Trading account is the account which is prepared to determine the:	A. Only gross profit of the business B. Only gross loss of the business C. Gross profit or the gross loss of the business D. None of the above
7	One way of avoiding errors in the permanent accounting records is to use a form which is called	A. Bank statement B. Trail balance C. Balance sheet D. Work sheet
8	The price of goods sold or services rendered to the customers is called	A. Sale B. Profit C. Expense D. Revenue
9	The periodical total of purchases returns book is posted to	A. Debit of returns outwards account B. Credit of returns inwards account C. Debit of returns inwards accounts D. Credit of returns outwards account
10	Outstanding expense given in adjustment is called	A. An asset B. A gain C. An expense D. A liability
11	All cash purchases and cash sales are recorded in:	A. Sales book B. Purchases book C. Both a & b D. Cash book
12	A Ledger is a book in which	A. Only Personal & Cash Accounts are Opened B. Only Real Accounts are Opened C. Only Nominal Accounts are Opened D. All Real, Nominal and Personal Accounts are Opened
13	Financial statement is prepared from the amount given in	A. Trail balance columns B. Adjustments columns C. Cash columns D. Adjusted trail balance columns
14	Error due to wrong allocation as expenditure between capital and revenue is regarded as:	A. Error of omission B. Error of principle C. Compensating errors D. Error of Commission

15	Assets having some market value	<ul style="list-style-type: none"> A. Fictitious Assets B. Real Assets C. Unreal Assets D. None of these
16	Retiring a bill under rebate means:	<ul style="list-style-type: none"> A. Making payment for the bill before the due date B. Making payment for the bill after the due date C. Dishonouring bill D. None of the above
17	When boan statement shown a debit total balance it means:	<ul style="list-style-type: none"> A. Overdraft &nbsp;as per cash book B. Unfavourable balance as per cash book C. Favourable balance as per cash book D. Overdraft as per bank statement
18	Cost of redecorating a cinema hall is a	<ul style="list-style-type: none"> A. Capital expenditure B. Capital loss C. Revenue expenditure D. None of these
19	Carriage account is a/an	<ul style="list-style-type: none"> A. asset account B. revenue account C. expenditure A/c D. withdrawal account
20	Errors of affect one account can be	<ul style="list-style-type: none"> A. Errors of principle B. Errors of posting C. Errors of omission D. None of these