

Accounting Test Easy Mode

Sr	Questions	Answers Choice
1	The amount by which the revenue for a particular period of time exceed from expenses incurred to generate them is called	A. Gross income B. Net income C. Revenue D. Expenses
2	An Entry which is recorded on the both sides of cash book is called	A. Simple Entry B. Compound Entry C. Combined Entry D. Contra Entry
3	A Journal is generally kept on:	A. A columnar basis B. A row basis C. A single line basis D. Vertical basis
4	Bad debts are	A. Deferred expenditure B. Revenue expenditure C. Capital expenditure D. None of these
5	It is the price of goods sold or services provided by a business to its customers	A. Asset B. Cost C. Capital D. Revenue
6	Any activity undertaken for the purpose of earning profit is called:	A. Performance B. Dealing C. Business D. Duties
7	A bank reconciliation statement is prepared by:	A. banker B. Accountant of the business C. Statutory auditors D. Rigistar
8	It is used to record only cash receipts and payments	A. Single column cash book B. Double column cash book C. Treble column cash book D. Sales book
9	The payments side of the cash book is undercast by Rs. 200, when overdraft as per bank statement is the starting points:	A. Rs. 200 will be deducted B. Rs. 200 will be added C. Rs. 400 will be added D. Rs. 400 will be deducted
10	Bill receivable book represents	A. Ledger B. Journal C. Trail balance D. All of above
11	A bill from the point of view of a creditor is called a:	A. Bill payable B. Bill receivable C. Bil acceptable D. Bill rejectable
12	Transaction, having short-term effects are known as	A. Revenue transaction B. Capital transaction C. Non-monetary transaction D. Paper transaction
13	When saleable goods are bought in a business are called:	A. Sales B. Purchase C. Assets D. Goods
14	If a liability is recorded as income, it will be considered as	A. Error of commission B. Error of omission C. Error of Principle D. None of these
15	Journal shows all necessary information regarding.	A. The document B. A transaction C. The accounting D. Meeting

16	All those expenses which have not become due but paid in advance are called	A. Accrued expenses B. Outstanding expenses C. Prepaid expenses D. Payable expenses
17	Credit purchases are recorded in	A. Purchases book B. Creditors book C. Cash book D. Purchases returns book
18	Petty cash book is a branch of	A. Pass Book B. Cash Book C. Journal D. Ledger
19	Goods purchased from Robin have been posted to Rahim account, it is an:	A. Error of omission B. Error of casting C. Error of posting D. Error of commission
20	The most exhaustive cash book is	A. Petty Cash Book B. Single Column Cash Book C. Double Column Cash Book D. Treble Column Cash Book
