

Accounting Test Easy Mode

Sr	Questions	Answers Choice
1	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
2	The account of depreciation of building of Rs. 30,000 at 5% p.a. will be	A. Rs. 20,00 B. Rs. 15,00 C. Rs. 25,00 D. Rs. 5,00
3	A copy of the customer's account in the bank's ledger is called:	A. Deposit statement B. Balance statement C. Bank statement D. Customer
4	Interest due but not received is an	A. Outstanding expense B. Accrued income C. Prepaid expense D. Unearned income
5	The bad debts which are showed in the trial balance are called	A. new bad debts B. old bad debts C. further bad debts D. additional bad debts
6	Purchased goods on credit and for cash will affect	A. cash & Dods B. cash & Dods C. cash creditors & Dods equity D. cash goods and creditors
7	Petty cash book is a branch of	A. Pass Book B. Cash Book C. Journal D. Ledger
8	paid to Nadeem cash Rs. 5000 and a cheque for Rs. 4800 in full settlement of his dued Rs. 10000 should be credited to	A. Cash account B. Bank account C. Discount received account D. All of these
9	The process of totaling the data at the end of the period is called	A. Posting B. Casting C. Compensating D. Recording
10	Net profit plus expenses is equal to	A. purchases B. Cost of goods sold C. Capital D. Gross profit
11	Cash of sales is equal to	A. Sales - purchases B. Purchases - return + closing stock C. Opening stock + Purchases (Net) - Closing stock D. Sales + Opening stock - (Purchases + Closing stock)
12	In accounting all business transactions are recorded which have:	A. Dual aspect B. Single aspect C. None of the above D. Economic aspect
13	Which of the following discloses the financial position of the business	A. Trading account B. Profit or loss account C. Profit or loss appropriation account D. Balance sheet
14	All expenses connected with the office and its conduct are called	A. Selling expenses B. Marketing expenses C. Service expenses D. Administrative expenses

15	All cash purchases and cash sales are recorded in	A. Cash book B. Purchases book C. Sales book D. Purchases and sales book
16	A double column cash book is used to record	A. Cash transactions only B. Cash and bank transaction C. Cash, bank and discount transaction D. None of these
17	The transactions, the effect of which is not exhausted with in the current accounting year are called	A. Revenue transaction B. Capital transaction C. Current transaction D. Monetary transaction
18	Modern system of bookkeeping is	A. single entry system B. double entry system C. modern system D. none of these
19	Suspense means	A. certainty B. uncertainty C. surly D. none of these
20	Interest paid on loan is	A. Abnormal Loss B. Financial Expenses C. Management Expenses D. Maintenance Expenses