

Accounting Test Easy Mode

Sr	Questions	Answers Choice
1	Goodwill, patent, copyright and trade mark are	A. Wasting assets B. Intangible assets C. Fictitious assets D. Liquid assets
2	The time after which the bill is to be paid	A. Grace Days B. Tenor C. Due Date D. Extra Days
3	Debit Signifies	A. Increase in Asset Account B. Decrease in Liability Account C. Decrease in Capital Account D. All of the Above
4	Cost incurred to generate revenue is called	A. Revenue B. Cost C. Expense D. Liability
5	The process of totaling the data at the end of the period is called	A. posting B. casting C. compensating D. recording
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7	_____ simplifies work to be done at the end of the period	A. Work sheet B. Ledger C. Trail balance D. Balance sheet
8	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
9	Which one of the following is a direct expense?	A. Packing expense B. Advertisement expense C. Manufacturing expense D. Traveling expense
10	Cash account is a	A. Personal account B. Nominal account C. Real account D. Both personal and real account
11	paid to Nadeem cash Rs. 5000 and a cheque for Rs. 4800 in full settlement of his dues Rs. 10000 should be credited to	A. Cash account B. Bank account C. Discount received account D. All of these
12	Net Sales represent	A. Sales - return outwards B. Sales - return inwards C. Sales - return to supplier D. both b and c
13	Which account is a summary of direct expenses and direct revenues	A. Trading and profit or loss account B. Profit or loss account C. Balance sheet D. Trading account
14	Cost of redecorating a cinema hall is a	A. Capital expenditure B. Capital loss C. Revenue expenditure D. None of these
15	Expenditure, which helps to maintain the business efficiency is called	A. Revenue expenditure B. Deferred expenditure C. Capital expenditure D. Future expenditure

16	A cash account always shows	<p>A. Debit Balance B. Credit Balance C. Both a and b D. Nil Balance</p>
17	Goods purchased from Robin have been posted to Rahim account, it is an:	<p>A. Error of omission B. Error of casting C. Error of posting D. Error of commission</p>
18	Assets come into existence upon the happening of a certain event, are called:	<p>A. Fixed assets B. Fictitious assets C. Floating assets D. Contingent assets</p>
19	A table lost by fire should be debited to	<p>A. Table a/c B. Furniture a/c C. Loss by Fire a/c D. Purchases a/c</p>
20	Salary outstanding account relevant to:	<p>A. Representative personal account B. Artificial person's account C. Natural persons account D. Nominal accounts</p>