

## Accounting Test Easy Mode

Sr	Questions	Answers Choice
1	Goods withdrawn by the proprietor for personal use should be credited to	A. Purchase a/c B. Drawings a/c C. Expenses a/c D. Revenue a/c
2	Contain all residual account	A. Debtors Ledger B. Creditors Ledger C. General Ledger D. Cash Ledger
3	The Legal tenor of a bill is	A. Sixty Days B. One Month C. Eighty Days D. Ninety Days
4	All revenue expenditure are taken to	A. Trading a/c B. Trading & profit or Loss a/c C. Profit or loss a/c D. Balance sheet
5	All cash purchases and cash sales are recorded in	A. Cash book B. Purchases book C. Sales book D. Purchases and sales book
6	The expenditures which reduce revenue (profit) of the business are:	A. Revenue expenditures B. Capital expenditure C. Fixed expenditures D. Future expenditures
7	Which column is prepared in single column cash book?	A. Bank Column B. Cash Column C. Discount Column D. All of the Above
8	Errors which affect one account can be	A. errors of principle B. errors of posting C. errors of omission D. none of these
9	If the gross profit is Rs. 5000 and the net profit is 35% of the gross profit then the expenses must be	A. 3250 B. 1250 C. 3750 D. 1750
10	Book used to record petty expenses and receipts	A. Single Column Cash Book B. Petty Cash Book C. Double Column Cash Book D. Treble Column Cash Book
11	Error of principle involves an incorrect allocation of expenditure or receipt between.	A. Capital and revenue B. Capital and capitalized C. Revenue and deferred revenue D. Revenue and revenue
12	Receipts, which are non-recurring by nature, are called	A. revenue receipts B. current receipts C. capital receipts D. capital profit
13	If there is any error in Bank account it will affect	A. Trading and profit and loss account B. Profit and loss account C. Trading account D. Balance sheet
14	Assets come into existence upon the happening of a certain event, are called:	A. Fixed assets B. Fictitious assets C. Floating assets D. Contingent assets
15	The most exhaustive cash book is	A. Petty Cash Book B. Single Column Cash Book C. Double Column Cash Book D. Triple Column Cash Book

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- 16 Net sales are equal to sales minus
- A. Returns inwards
  - B. Returns outwards
  - C. Cost of goods sold
  - D. carriage on sales
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- 17 Modern system of bookkeeping is
- A. single entry system
  - B. double entry system
  - C. modern system
  - D. none of these
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- 18 Net Sales represent
- A. Sales - return outwards
  - B. Sales - return inwards
  - C. Sales - return to supplier
  - D. both b and c
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- 19 A sale of Rs. 1000 to Farid, was credited to his account, it will affect
- A. Sales account
  - B. Farid account
  - C. Cash account
  - D. Both a & b
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- 20 A book which is used to record small expenses is called
- A. Expenses book
  - B. Cash book
  - C. Petty cash book
  - D. Purchases book
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