

Accounting Test Easy Mode

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Sr	Questions	Answers Choice
1	Book-keeping is mainly concerned with:	A. Recording of business transactions B. Recording classifying and summarizing the recorded data C. Interpreting the recorded data D. None of the above
2	Assets having some market value	A. Fictitious Assets B. Real Assets C. Unreal Assets D. None of these
3	Retiring a bill under rebate means	A. Payment of Bill Before Due Date B. Payment of Bill After due date C. Discounting of a Bill D. Dishonouring of a Bill
4	Ahmed's cheque endorse to Akbar should be debited to	A. Cash account B. Cheque account C. Akbar's account D. Ahmed account
5	Unearned income are known as:	A. Incomes B. Expenses C. Liabilities D. Assets
6	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
7	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
8	The Legal tenor of a bill is	A. Sixty Days B. One Month C. Eighty Days D. Ninety Days
9	کسی شے کے مسلسل اور لگاتار استعمال سے مختتم افادہ میں کمی آتی جاتی ہے بشرطیکہ دیگر امور بدستور ہیں اس قانون کو کہتے ہیں	قاتون تقلیل افاده مختتم .A قاتون مساوی افاده مختتم .B قاتون طلب .C قاتون طلب .D قاتون تقلیل حاصل .D
10	Net profit is always	A. Equal to gross profit B. more than gross profit C. Less than gross profit D. None of these
11	Income tax paid is a	A. Business expense B. Revenue for business C. Liability of business D. Personal expense
12	The amount of assets, liabilities, capital and drawings are extended form adjusted trail balance to the	A. Balance sheet columns B. Income statement columns C. Cash columns D. Bank columns
13	Net sales - cost of goods sold - operating expenses = ?	A. Net purchases B. Cost of goods sold available for sale C. Net operating income D. Gross Profit
14	An error completely omitted to be entered in the journal	A. partial error B. error of posting C. error of casting D. complete error
		A. Journal

15	A schedule of balances of all accounts is called	B. Ledger C. Balance Sheet D. Trial Balance
16	From the business point of view, interest on drawings is	A. An asset B. An expense C. A liability D. A revenue
17	Usually every entry affect both income statement and balance sheet	A. Adjusting B. Work sheet C. Balance sheet D. Ledger
18	The document evidencing cash receipts and payments and forming the basis for making entries in the cash book is called:	A. Receipt voucher B. Payment voucher C. Cash voucher D. Cash memo
19	Income statement is prepared to ascertain the net result of the business concern under	A. British accounting system B. American accounting system C. Cash system of accounting D. None of these
20	Patent is an example of	A. Assets B. Liabilities C. Income D. Expense