

Accounting Test Easy Mode

Sr	Questions	Answers Choice
1	The accounts of assets and properties	A. nominal accounts B. real accounts C. personal accounts D. valuation accounts
2	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
3	Distinction between capital and revenue items is important for the preparation	A. Balance sheet B. Trading and profit or loss a/c C. Bank reconciliation statement D. Both a & D. Both a & Samp; b
4	A gradual decrease in the value of fixed assets is called	A. Reduction B. Revaluation C. Deprecation D. None of these
5	.The cash book is a	A. Subsidiary journal B. Ledger account C. Subsidiary journal and ledger D. Trial balance
6	Left hand side of an account is called	A. Debit Side B. Credit Side C. Both a & D. None of these
7	Disagreement in balances may arise owing to mistake or mistakes in the:	A. Cash book only B. Bank statement C. Cash book or bank statement D. Bank column of the cash book only
8	Which one of the following is a direct expense?	A. Custom duty B. Carriage C. Wages D. All of above
9	Accommodation bills are drawn accepted and endorsed	A. Without any Consideration B. for some Consideration C. for Quarter Consideration D. none of the above
10	A document given by the seller to the buyer for credit sale of goods or assets is called	A. Cash memo B. Invoice C. Voucher D. None of these
11	Which one of the following is not considered the permanent part of the accounting record?	A. Journal B. Trail balance C. Ledger D. Work sheet
12	Sales are equal to	A. Cost of goods sold + Profit B. Gross profit - cost of goods sold C. Cost of goods sold - gross profit D. None of these
13	When cheque received, and deposited into bank, bank account must be	A. Credited B. Debited C. Both debited & D. None of these
14	Cash account is a	A. Personal account B. Nominal account C. Real account D. Both personal and real account
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	In three column cash book, discount column is	A. Totaled B. Balanced C. Carry Forward D. Both a and b
17	When is a drawee is declared insolvent which account is to be debited in the books of drawer	A. Deficiency a/c B. Bad Debts a/c C. Solvency a/c D. None of these
18	Journal is prepared in	A. Columnar form B. Vertical form C. Horizontal form D. Row form
19	Assets having some market value	A. Fictitious Assets B. Real Assets C. Unreal Assets D. None of these
20	Ahmad's account is an example of	A. real account B. personal A/c C. nominal account D. none of these