ilmkidunya

Accounting Test Easy Mode

Sr	Questions	Answers Choice
1	Any mistake in ledger can be easily detected with the help of:	A. Journal B. Balance sheet C. Trial balance D. Financial statement
2	Subsidiary books are called books of	A. Original entry B. Secondary entry C. Final entry D. Basic entry
3	The amount becomes due from the customers is called	A. Allowance B. Loan C. Debts D. Doubtful debts
4	Income tax paid is a	A. Business expense B. Revenue for business C. Liability of business D. Personal expense
5	The transaction for which non separate book is maintained are recorded in:	A. Journal proper B. Bills receivable book C. Bills payable book D. Cash book
6	The concept of conservation will have the effect of:	A. Understatement of assets B. Under statement of liabilities C. Overstatement of assets D. None of the above
7	Net profit is always	A. Equal to gross profit B. More than gross profit C. Less than gross profit D. None of these
8	Transportation cost paid for the purchases of Machinery must be debited to	A. Transportation cost account B. Purchases account C. Machinery account D. Cash account
9	From business point of view, interest on capital is considered as	A. An income B. An Expense C. A Profit D. A Liability
10	The creditor of the business are called:	A. Assets B. Liabilities C. Capital D. Income
11	When money is paid to a creditor or supplier a receipt is obtained from him which is called	A. Cash voucher B. Cash payment C. Receipt voucher D. Payment voucher
12	Retiring a bill under rebate means:	A. Making payment for the bill before the due date B. Making payment for the bill after the due date C. Dishonouring bill D. None of the above
13	Narration is always written:	A. Above each entry B. Below each entry C. Between of each entry D. None of these
14	Net loss is always	A. Equal to gross loss B. More than gross loss C. Less than gross loss D. None of these
15	Accommodation bills are drawn accepted and endorsed	A. Without any Consideration B. for some Consideration C. for Quarter Consideration

		D. none of the above
16	Expenditure, which helps to maintain the business efficiency is called	A. Revenue expenditure B. Deferred expenditure C. Capital expenditure D. Future expenditure
17	Premium on issue of shares of a company represents	A. capital loss B. capital profit C. capital payment D. none of these
18	The valuation of closing stock is at	A. Cost price B. Market price C. Cost or market price whichever is lower D. Cost or market price whichever is higher
19	The system of recording transaction based on dual concept is called	A. Double account system B. Double entry system C. Single entry system D. Management system
20	An expenditure which is incurred again and again is a:	A. Capital expenditure B. Future expenditure C. Deferred expenditure D. Revenue expenditure