

Accounting Test Easy Mode

Sr	Questions	Answers Choice
1	The time after which the bill is to be paid	A. Grace Days B. Tenor C. Due Date D. Extra Days
2	A bill from the point of view of a debtor is called	A. Bill Acceptable B. Bill Receivable C. Bill Payable D. None of these
3	Which one of the following in used to simplify work, to be done at the end of period	A. Balance sheet B. Income sheet C. Bank statement D. Work sheet
4	Written below each entry is the	A. Transaction B. Voucher no C. Narration D. Date
5	The first successful step of Double Entry System is	A. Leger B. Journal C. Final Account D. Trial Balance
6	A revenue expenditure, the benefit of which is not confined to one accounting year is called	A. Non-current expenditure B. Revenue expenditure C. Future expenditure D. Deferred expenditure
7	The recording of transaction chronologically in the book of accounts is called:	A. Summarizing B. Classifying C. Recording D. None of above
8	The excess of gross profit on sale over total operating expenses is called:	A. Cost of goods sold B. Gross profit C. Net profit D. None-operating income
9	The accounts of expenses, incomes, losses and gains	A. real accounts B. valuation accounts C. nominal accounts D. personal accounts
10	If the total of the credit side of an account exceeds that of debit side of the same account, it is called	A. Credit Balance B. Debit Balance C. Balancing D. Zero Balance
11	All the transactions related to credit sales are recorded in	A. Sales returns book B. Sales book C. Cash book D. Credit note book
12	The act result of the business activities is shown by:	A. Profit and loss account B. Profit and loss appropriation account C. Trading account D. Balance sheet
13	Capitalized expenditure are shown in	A. Trading a/c B. Profit or loss a/c C. Income statement D. Balance sheet
14	The periodical total of purchases returns book is posted to	A. Debit of returns outwards accour B. Credit of returns inwards accoun C. Debit of returns inwards account D. Credit of returns outwards account
15	When a Bill is dishonoured, the holder of the bill goes to an official called	A. Inspector B. Notary Public

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16	Wages paid for installing a machine should be debited to	A. Wages a/c B. Cash a/c C. Machinery a/c D. none of these
17	Accounting principles can be classified in	A. three types B. two types C. five types D. six types
18	Net Sales represent	 A. Sales - return outwards B. Sales - return inwards C. Sales - return to supplier D. both b and c
19	Net profit plus expenses is equal to	A. purchases B. Cost of goods sold C. Capital D. Gross profit
20	Which one of the following is appeared in the balance sheet?	A. revenue expenditure B. capital expenditure C. deferred revenue D. both b,c