

## Accounting Test Easy Mode

0	Overtions	A Ob a i
Sr	Questions	Answers Choice
1	Income tax paid is a	A. Business Expense B. Business Revenue C. Business Liability D. Personal Expense
2	.lf the error committed in the capital account, it will affect	A. Trading account B. Profit and loss account C. Trading and profit and loss account D. Balance sheet
3	In form journal, the first column represents:	A. Ledger Folio B. Data C. Amount D. Debit
4	Bookkeeping provides the	A. primary information B. secondary information C. final information D. insufficient information
5	Trade expenses of Rs. 180 posted in the ledger as Rs. 810, it will be considered as	A. Error of principle B. Error of omission C. Error of casting D. Error of transposition
6	A Journal is generally kept on:	A. A columnar basis B. A row basis C. A single line basis D. Vertical basis
7	A bill of exchange is a / an	A. Promise B. Unconditional Order C. Request D. Conditional Order
8	How many parties are involved in case of Discounting of a bill?	A. Two B. Three C. Four D. None of these
9	Which book is used to record all credit purchases?	A. Purchases book B. Purchases book return C. Cash book D. Debit note book
10	It is the price of goods sold or services provided by a business to its customers	A. Asset B. Cost C. Capital D. Revenue
11	Debit Signifies	A. Increase in Asset Account B. Decrease in Liability Account C. Decrease in Capital Account D. All of the Above
12	An expenditure, which is non-recurring and irregular is called	A. Capital expenditure B. Revenue expenditure C. Short-term expenditure D. Current expenditure
13	Suspense means	A. certainty B. uncertainty C. surly D. none of these
14	The profit which is earned during the ordinary course of business is regarded as:	A. Capital profit B. Revenue profit C. Revenue loss D. Long term profit
15	Which account is a summary of direct expenses and direct revenues	A. Trading and profit or loss account B. Profit or loss account C. Balance sheet

		D. Trading account
16	The outflow of funds to meet the running expenses of a business	A. Revenue loss B. Revenue expenditure C. capital expenditure D. capital loss
17	The process of totaling the data at the end of the period is called	A. Posting B. Casting C. Compensating D. Recording
18	Net sales - cost of goods sold - operating expenses = ?	<ul><li>A. Net purchases</li><li>B. Cost of goods sold available for sale</li><li>C. Net operating income</li><li>D. Gross Profit</li></ul>
19	When saleable goods are bought in a business are called:	A. Sales  B. Purchase C. Assets D. Goods
20	When a bill is discharged the acceptor debits:	A. Creditors account B. Cash account C. Bill payable account D. Bill receivable account