

## Accounting Test Easy Mode

Sr	Questions	Answers Choice
1	Retiring a bill under rebate means:	<p>A. Making payment for the bill before the due date</p> <p>B. Making payment for the bill after the due date</p> <p>C. Dishonouring bill</p> <p>D. None of the above</p>
2	Cheques issued to a creditor but not presented for payment are called	<p>A. Un Credited Cheques</p> <p>B. Uncollected Cheques</p> <p>C. Un Presented Cheques</p> <p>D. Dishonoured Cheques</p>
3	Pass book is prepared by	<p>A. Debtor</p> <p>B. Creditor</p> <p>C. Banker</p> <p>D. Customer</p>
4	The book in which all cash transaction are primarily recorded is called	<p>A. Pass book</p> <p>B. Cheque book</p> <p>C. Finance book</p> <p>D. Cash book</p>
5	Bank reconciliation statement is prepared by	<p>A. Banker</p> <p>B. Customers Accountant</p> <p>C. Auditor</p> <p>D. Manager</p>
6	A bank reconciliation statement is prepared by:	<p>A. banker</p> <p>B. Accountant of the business</p> <p>C. Statutory auditors</p> <p>D. Rigistar</p>
7	The errors in which amount have occurred on the opposite sides of two or more accounts and have concealed themselves in the net result, are:	<p>A. Error of principle</p> <p>B. Errors of omission&amp;nbsp;</p> <p>C. Errors of commission</p> <p>D. Compensating error</p>
8	The most exhaustive cash book is	<p>A. Petty Cash Book</p> <p>B. Single Column Cash Book</p> <p>C. Double Column Cash Book</p> <p>D. Treble Column Cash Book</p>
9	A transaction is recorded on the same days as its takes place, so journal is also called:	<p>A. A day book</p> <p>B. A history book</p> <p>C. An &amp;nbsp;entry book</p> <p>D. Ledger book</p>
10	A dealing between two persons is called a	<p>A. business</p> <p>B. transaction</p> <p>C. purchases</p> <p>D. sales</p>
11	The account of depreciation of building of Rs. 30,000 at 5% p.a. will be	<p>A. Rs. 20,00</p> <p>B. Rs. 15,00</p> <p>C. Rs. 25,00</p> <p>D. Rs. 5,00</p>
12	Written below each entry is the	<p>A. Transaction</p> <p>B. Voucher no</p> <p>C. Narration</p> <p>D. Date</p>
13	In adjusting the cash balance one of the following is not taken into account:	<p>A. Mistakes in the cash book</p> <p>B. Mistake in the bank statement</p> <p>C. Interest and dividends credited in the bank statement</p> <p>D. None of the above</p>
14	Which account is a summary of direct expenses and direct revenues	<p>A. Trading and profit or loss account</p> <p>B. Profit or loss account</p> <p>C. Balance sheet</p> <p>D. Trading account</p>
		A. Expenses

15	Bad debts are business	B. Liabilities C. Assets D. Revenue
16	Bank reconciliation statement is prepared by	A. Banker B. Customer's accountant C. Auditors D. Manager
17	Preliminary expenses incurred before the commencement of business	A. revenue expenditure B. capital expenditure C. deferred revenue expenditure D. capital loss
18	Net loss is always	A. Equal to gross loss B. More than gross loss C. Less than gross loss D. None of these
19	Net purchases are equal to	A. Sales - returns outwards B. Purchases + returns inwards C. Purchases - returns outwards D. Purchases + returns outwards
20	Worksheet provides complete information for preparing	A. Income statement B. Position statement C. Financial statement D. Bank reconciliation statement