

Accounting Test Easy Mode

Sr	Questions	Answers Choice
1	The revenue that has not become due, but received in cash in current year is known as	A. Revenue received in advance B. Accrued revenue C. Unearned revenue D. Both a & c
2	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
3	A table lost by fire should be debited to	A. Table a/c B. Furniture a/c C. Loss by Fire a/c D. Purchases a/c
4	Contra Refers to	A. Same Side B. Parallel Side C. Opposite Side D. None of these
5	From business point of view, interest on capital is considered as	A. An income B. An Expense C. A Profit D. A Liability
6	Financial accounting is mainly confined to preparation of:	A. Manufacturing statement B. Financial statements C. Production statement D. Sale statement
7	Worksheet provides complete information for preparing	A. Income statement B. Position statement C. Financial statement D. Bank reconciliation statement
8	Salary outstanding account relevant to:	A. Representative personal account B. Artificial person's account C. Natural persons account D. Nominal accounts
9	Which cash is paid or received in an exchange the transaction is called:	A. Sale transaction B. Cash transaction C. Credit transaction D. None of the above
10	An entry which is recorded on the both sides of cash book is called	A. Simple entry B. Compound entry C. Combined entry D. Contra entry
11	Suspense means	A. certainty B. uncertainty C. surly D. none of these
12	A bill of exchange contains:	A. An unconditional order B. A promise C. A request D. A conditional order
13	Rent account' is a kind of:	A. Real account B. Personal account C. Nominal account D. <div>Capital account</div>
14	Error of posting effects:	A. One account B. Two accounts C. Three accounts D. Four accounts
15	Worksheet contains pairs of money columns	A. Five B. Four C. Three D. Two

16	It is the price of goods sold or services provided by a business to its customers	A. Asset B. Cost C. Capital D. Revenue
17	If goods purchased from Rahim for Rs. 499, credited to Rehman's account for Rs. 499. this is an	A. Error of commission B. Error of principle C. Compensating error D. Error of principle
18	Retiring a bill under rebate means:	A. Making payment for the bill befor the due date B. Making payment for the bill after the due date C. Dishonouring bill D. None of the above
19	When a drawer discounts a bill, he debits	A. Bank Account B. Interest Account C. Drawee Account D. Bill Receivable Account
20	Payment of Rs. 50 to Raheel as wages for repairing machine should be debited to	A. Machinery a/c B. Repair a/c C. Wages a/c D. Raheel a/c