

Accounting Test Easy Mode

Sr	Questions	Answers Choice
1	For every debit, there is a credit	A. going concern concept B. dual aspect concept C. matching concept D. cost concept
2	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
3	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
4	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
5	The amount invested by the owner in the business to produce revenue is known as	A. Income B. Asset C. Capital D. Liability
6	A prepaid expense is	A. An asset B. A liability C. An expense D. An income
7	All the direct expenses are charged to:	A. Balance sheet B. Profit and loss account C. Trading account D. None of these
8	Assets which have no physical existence are called	A. Tangible assets B. Fictitious assets C. Liquid assets D. Intangible assets
9	Net Profit is transferred to	A. Trading Account B. Balance Sheet C. Capital a/c D. Trial Balance
10	Work sheet is also used as a source to prepare	A. Financial statement B. Income statement C. Position statement D. Bank reconciliation statement
11	The favorable balance of bank statement is	A. Credit balance B. Debit balance C. Zero balance D. All of these
12	In the preparation of the worksheet the amounts on the trail balance columns are taken directly from	A. Journal B. Ledger C. Trail balance D. Transaction
13	In adjusting the cash balance one of the following is not taken into account:	A. Mistakes in the cash book B. Mistake in the bank statement C. Interest and dividends credited in the bank statement
14	Errors is casting of subsidiary books are called as	D. None of the abvove A. Error of omission B. Compensating error C. Error of posting D. Clerical errors

15	ں تسے کے مسلسل اور لکاتار استعمال سے مختتم افادہ میں کمی آتی جاتی ہے بشرطیکہ دیکر امور بدستور ہیں اس فاتون کو کہتے ہیں	فاتون مساوى افاده مختتم .B كسو C. قاتون طلب قاتون تقايل حاصل قاتون تقايل حاصل
16	Accounts relating to persons of firms are called:	A. Real accountsB. Proprietary accountsC. Personal accountsD. Nominal accounts
17	Net profit plus expenses is equal to	A. purchases B. Cost of goods sold C. Capital D. Gross profit
18	Cash account is a	A. Personal account B. Nominal account C. Real account D. Both personal and real account
19	The debts, which are irrecoverable from the debtors, are called	A. Debts B. Doubtful debts C. Bad debts D. Good debts
20	It is the price of goods sold or services provided by a business to its customers	A. Asset B. Cost C. Capital D. Revenue