

## Accounting Test Hard Mode

| Sr | Questions  | Answers Choice  |
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| 1  | Nominal accounts are related to:                             | A. Assets<br>B. Creditors<br>C. Liabilities<br>D. Expenses + Income   |
| 2  | Trail balance shows  | A. Complete accuracy<br>B. Arithmetical accuracy<br>C. Whole accuracy<br>D. Full accuracy   |
| 3  | Debit balance of cash book is also called                    | A. Unfavourable balance<br>B. Favourable balance<br>C. Negative balance<br>D. Both un favourable and favourable balance   |
| 4  | Accounting is the language of                                | A. Govt<br>B. Trade<br>C. Business<br>D. Commerce   |
| 5  | Credit sales are recorded in                                 | A. Cash book<br>B. Purchase book<br>C. Sales book<br>D. Pass book   |
| 6  | Which of theses assets is an intangible asset                | A. Building<br>B. Cash<br>C. Furniture<br>D. Good will  |
| 7  | Which of these is a fixed asset:                             | A. Cash<br>B. Plant<br>C. Stock<br>D. Prepaid expenses  |
| 8  | The purchase of machinery on account would:                  | A. Increase one asset and decrease another asset<br>B. Increase an asset and decrease liability<br>C. Increase an asset and increase capital<br>D. Increase an asset and increase a liability |
| 9  | The book meant for recording all cash transactions is called | A. Purchase book<br>B. Cash book<br>C. Sales book<br>D. Pass book   |
| 10 | Any physical that has money value is                         | A. Transaction<br>B. Asset<br>C. Intangible asset<br>D. Goodwill  |
| 11 | Business debts are also called is                            | A. Capital<br>B. Liabilities<br>C. Drawing<br>D. Assets   |
| 12 | For payment of bill of exchange grace days are               | A. 2 days<br>B. 3 days<br>C. 5 days<br>D. 4 days  |
| 13 | The amount of salaries paid to javed should be credited to   | A. Javed A/c<br>B. Cash A/c<br>C. Salaries A/c<br>D. None of these  |
| 14 | Bill receivable and debtor are                               | A. Long term assets<br>B. Fictitious assets<br>C. Fixed assets<br>D. Current assets   |

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| 15 | Journal is prepared in  | A. Columnar form<br>B. Vertical form<br>C. Horizontal form<br>D. Raw form  |
| 16 | Expenses paid in advance are called   | A. Prepaid expenses<br>B. Deferred expenses<br>C. Expired expenses<br>D. Both prepaid & expired expenses             |
| 17 | A bill of exchange is accepted by   | A. Debtor<br>B. Holder<br>C. Creditor<br>D. Seller   |
| 18 | If more than two accounts are involved in a journal entry it is called              | A. Double entry<br>B. Contra entry<br>C. Compound entry<br>D. Single entry   |
| 19 | The amount of cash or goods withdrawn by the proprietor for personal use is called: | A. Expenses<br>B. Revenue<br>C. Capital<br>D. Drawings   |
| 20 | Favourable bank balances means  | A. Credit balance of cash book<br>B. Debit balance of cash book<br>C. Debit balance of pass book<br>D. None of these |