

Accounting Test Hard Mode

Sr	Questions	Answers Choice
1	The person to whom goods are sold on credit is called	A. Seller B. Creditor C. Debtor D. Buyer
2	Errors which affect income statement belong to	A. Real A/c B. Personal A/c C. Nominal A/c D. None of these
3	Prepaid expenses are	A. Expense B. Liability C. Asset D. None of these
4	Important types of ledger are	A. General ledger B. Proprietor ledger C. Creditors ledger D. General ledger & creditor ledger bot
5	Bad debts are shown in the	A. Trading A/c B. None of these C. Profit & Loss A/c D. Both first
6	Discount received is a	A. Asset B. Revenue C. Liability D. Expenses
7	The amount of cash or goods with drawn by the proprietor for personal use is called:	A. Expenses B. Revenue C. Capital D. Drawings
8	Operating expenses represent	A. G.P- Operative Exp B. Selling + General Exp C. Selling administrative Exp.D) D. All of these
9	Which of the following account is increased by debit entries	A. Capital A/c B. Building A/c C. Sales A/c D. Purchase return A/c
10	Which of these is a fixed asset:	A. Cash B. Plant C. Stock D. Prepaid expenses
11	Any physical that has money value is	A. Transaction B. Asset C. Intangible asset D. Goodwill
12	Which of the following books is called book of original entry:	A. Cash book B. Journal C. Ledger D. Sales book
13	The errors which cancel themselves out are called	A. Errors of omission B. Compensating errors C. Errors of commission D. None of these
14	Cheque received but not deposited recorded in cash book is	A. Cash column B. Discount column C. Bank column D. None of these
15	Favourable bank balances means	A. Credit balance of cash book B. Debit balance of cash book C. Debit balance of pass book D. Credit balance of pass book

		D. None of these
16	In accounting equation assets are equal to	A. Capital B. Liabilities C. Capital + Liabilities D. Capital + Liabilities
17	Accounting principle are generally based on	A. Theory B. Subjectively C. Practicability D. None of these
18	The book in which small payments like refreshment tissues etc are recorded is called	A. Main cash book B. Cash account C. Petty cash book D. Both main cash book & petty cash book
19	Accounting is the language of	A. Govt B. Trade C. Business D. Commerce
20	Cash purchases are recorded in large organizations in	A. Purchase day book B. General journal C. Purchase journal D. Cash book