

## Accounting Test Hard Mode

Sr	Questions	Answers Choice
1	The amount of salaries paid to javed should be credited to	A. Javed A/c B. Cash A/c C. Salaries A/c D. None of these
2	Goods returned by a customer should be debited to	A. Sales A/c B. Customer A/c C. Purchase A/c D. Sales return A/c
3	Noting charges are paid when bill is	A. Honoured B. Discounted C. Dishonoured D. None of these
4	The person who draws a bill of exchange is known as	A. Drawer B. Payee C. Drawee D. Bank
5	Goods returned to supplier should be credited to:	A. Supplier A/c B. Purchase return A/c C. Sales return A/c D. Purchases A/c
6	Trail balance shows	A. Complete accuracy B. Arithmetical accuracy C. Whole accuracy D. Full accuracy
7	Modern system of book keeping is	A. Single entry system B. Double entry system C. Modern system D. None of these
8	Which of these assets is an intangible asset	A. Building B. Cash C. Furniture D. Good will
9	Pass book is prepared in the book of	A. Bank B. Guarantor C. Customer D. None of these
10	Bad debts are shown in the	A. Trading A/c B. None of these C. Profit & Loss A/c D. Both first
11	Cash sales are recorded in	A. Sales book B. Purchase book C. Cash book D. Pass book
12	Business debts are also called is	A. Capital B. Liabilities C. Drawing D. Assets
13	Unearned income is shown as	A. Assets B. Expenses C. Liabilities D. Income
14	Payment for freight on raw material purchased is called	A. Capital payment B. Deferred revenue payment C. Revenue payment D. None of these
15	The purchase of machinery on account would:	A. Increase one asset and decrease another asset B. Increase an asset and decrease liability

		C. Increase an asset and increase capital D. Increase an asset and increase a liability
16	Bill receivable and debtor are	A. Long term assets B. Fictitious assets C. Fixed assets D. Current assets
17	To any business bad debts is	A. An asset B. An Income C. A loss D. A liability
18	Nominal accounts are related to:	A. Assets B. Creditors C. Liabilities D. Expenses + Income
19	Any activity undertaken for the purpose of earning profit is called	A. Dealing B. Business C. Performance D. Duties
20	In accounting equation assets are equal to	A. Capital B. Liabilities C. Capital + Liabilities D. Capital + Liabilities