

## Accounting Test Hard Mode

Sr	Questions	Answers Choice
1	Modern system of book keeping is	A. Single entry system B. Double entry system C. Modern system D. None of these
2	The modern system of book keeping is based on:	A. Double account system B. Single entry system C. Single account system D. Double entry system
3	Cash and goods invested by the proprietor in business is called	A. Investment B. Capital C. Drawings D. None of these
4	Net loss is transferred in balance sheet to	A. Capital B. Losses C. Assets D. Deferred losses
5	Preliminary Exp.Incurred for formation of Joint Stock Company represent.	A. Capital loss B. Capital Exp. C. Revenue loss D. Deferred Revenue Exp
6	Which of these is a fixed asset:	A. Cash B. Plant C. Stock D. Prepaid expenses
7	Accounting principle are generally based on	A. Theory B. Subjectively C. Practicability D. None of these
8	Accounting is called of business:	A. Heart B. Ear C. Tongue D. Eye
9	Journal is prepared in	A. Columnar form B. Vertical form C. Horizontal form D. Raw form
10	Sales return is also called	A. Return inward B. Return to seller C. Return outward D. Return inward and return to seller both
11	Compound entry affected at least	A. Two account B. One account C. Three account D. Four account
12	Operating expenses represent	A. G.P- Operative Exp B. Selling + General Exp C. Selling administrative Exp.D) D. All of these
13	Payment for freight on raw material purchased is called	A. Capital payment B. Deferred revenue payment C. Revenue payment D. None of these
14	Business debts are also called is	A. Capital B. Liabilities C. Drawing D. Assets
		A. Increase one asset and decrease another asset B. Increase an asset and decrease

15	The purchase of machinery on account would:	liability C. Increase an asset and increase capital D. Increase an asset and increase a liability
16	Unearned income is shown as	A. Assets B. Expenses C. Liabilities D. Income
17	To any business bad debts is	A. An asset B. An Income C. A loss D. A liability
18	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
19	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
20	Discount received is a	A. Asset B. Revenue C. Liability D. Expenses