

## Accounting Test Hard Mode

Sr	Questions	Answers Choice
1	Which of these accounts is increased by credit entries:	A. Machinery A/c B. Rent A/c C. Sales A/c D. Purchase A/c
2	A bill of exchange is drawn by a	A. Debtor B. Holder C. Creditor D. None of these
3	Errors which affect income statement belong to	A. Real A/c B. Personal A/c C. Nominal A/c D. None of these
4	Which of these assets is an intangible asset	A. Building B. Cash C. Furniture D. Good will
5	Bank reconciliation represents	A. Ledger B. Statement C. Journal D. Both ledger and statement
6	Accounting is the language of	A. Govt B. Trade C. Business D. Commerce
7	Which of these is a fixed asset:	A. Cash B. Plant C. Stock D. Prepaid expenses
8	Carriage paid on goods sold is a	A. Direct expense B. Operating expense C. General expense D. Selling expense
9	The amount of cash or goods with drawn by the proprietor for personal use is called:	A. Expenses B. Revenue C. Capital D. Drawings
10	A bill of exchange is accepted by	A. Debtor B. Holder C. Creditor D. Seller
11	Accounting is called of business:	A. Heart B. Ear C. Tongue D. Eye
12	The science and art of correctly recording business dealing in a set of books is called	A. Book keeping B. Auditing C. Accounting D. Recording
13	Any physical that has money value is	A. Transaction B. Asset C. Intangible asset D. Goodwill
14	Cash purchases are recorded in large organizations in	A. Purchase day book B. General journal C. Purchase journal D. Cash book
15	The cheque which is returned by the bank unpaid is called	A. Cross cheque B. Dishonour cheque C. Bearer cheque D. Order cheque

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16	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
17	Balance sheet is a statement of	A. Assets B. Both first C. Liabilities D. None of these
18	Bank reconciliation is prepared by	A. Bank B. Creditors C. Auditor D. Accountant
19	Petty cash book is a branch of	A. Pass book B. Journal C. Cash book D. Ledger
20	Trail balance shows	A. Complete accuracy B. Arithmetical accuracy C. Whole accuracy D. Full accuracy

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