

## Principles of accounting Icom Part 1 English Medium Chapter 4 Online Test

Sr	Questions	Answers Choice
1	Which column is prepared in single column cash book?	A. Bank Column B. <b>Cash Column</b> C. Discount Column D. All of the Above
2	The excess of gross profit on sale over total operating expenses is called:	A. Cost of goods sold B. Gross profit C. <b>Net profit</b> D. None-operating income
3	Pass book is prepared by	A. Debtor B. Creditor C. <b>Banker</b> D. Customer
4	Bank Reconciliation represents	A. A Journal B. A Ledger C. <b>A Statement</b> D. both a and c
5	The book in which all cash transactions are primarily recorded is called	A. Cheque Book B. Pass Book C. <b>Cash Book</b> D. Finance Book
6	Bank reconciliation statement is prepared by	A. Banker B. <b>Customers Accountant</b> C. Auditor D. Manager
7	When boan statement shown a debit total balance it means:	A. Overdraft as per cash book B. Unfavourable balance as per cash book C. <b>Favourable balance as per cash book</b> D. Overdraft as per bank statement
8	In three column cash book, discount column is	A. <b>Totaled</b> B. Balanced C. Carry Forward D. Both a and b
9	In journalizing the page numbers of the ledgers are written in:	A. The first column of journal B. The second column of journal C. <b>The third column of journal</b> D. The fourth column of journal
10	Retiring a bill under rebate means:	A. Making payment for the bill before the due date B. Making payment for the bill after the due date C. Dishonouring bill D. None of the above
11	The owner of the business is known as:	A. Sale man B. Agent C. <b>Proprietor</b> D. Employee
12	Our cheque to Babar & Bros, returned dishonoured should be credited to	A. Cheque Account B. Cash Account C. Bank Account D. <b>Babar &amp; Bros A/c</b>
13	An Entry which is recorded on the both sides of cash book is called	A. Simple Entry B. Compound Entry C. Combined Entry D. <b>Contra Entry</b>
14	Credit Balance of pass book must be equal to debit balance of	A. <b>Cash Book</b> B. Bank Ledger C. Clients other Account D. None of these

15	When ban column of a cash book shows a debit balance it means:	A. Overdrat as per bank B. Unfavourable balance as per cash book <b>C. Favourable balance as per cash book</b> D. Favourable balance as per pass book
16	Contra Refers to	A. Same Side B. Parallel Side <b>C. Opposite Side</b> D. None of these
17	The document evidencing cash receipts and payments and forming the basis for making entries in the cash book is called:	A. Receipt voucher B. Payment voucher <b>C. Cash voucher</b> D. Cash memo
18	In form journal, the first column represents:	A. Ledger Folio <b>B. Data</b> C. Amount D. Debit
19	When saleable goods are bought in a business are called:	A. Sales <b>B. Purchase</b> C. Assets D. Goods
20	A cash account always shows	<b>A. Debit Balance</b> B. Credit Balance C. Both a and b D. Nil Balance