

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

Sr	Questions	Answers Choice
1	The excess of gross profit on sale over total operating expenses is called:	A. Cost of goods sold B. Gross profit C. Net profit D. None-operating income
2	The cash book is a	A. Subsidiary Journal B. Ledger Account C. Subsidiary Journal and Ledger D. Trial Balance
3	In accounting all business transactions are recorded which have:	A. Dual aspect B. Single aspect C. None of the above D. Economic aspect
4	The owner of the business is known as:	A. Sale man B. Agent C. Proprietor D. Employee
5	The favourable balance of bank statement is	A. Credit Balance B. Debit Balance C. Zero Balance D. Both b and c
6	Credit Balance of pass book must be equal to debit balance of	A. Cash Book B. Bank Ledger C. Clients other Account D. None of these
7	The rules of the debiting the receiving and crediting the giver is applicable to:	A. Persona account B. Real account C. Nominal account D. Expense account
8	The book in which all cash transactions are primarily recorded is called	A. Cheque Book B. Pass Book C. Cash Book D. Finance Book
9	When ban column of a cash book shows a debit balance it means:	A. Overdraft as per bank B. Unfavourable balance as per cash book C. Favourable balance as per cash book D. Favourable balance as per pass book
10	Contra Refers to	A. Same Side B. Parallel Side C. Opposite Side D. None of these
11	Which column is prepared in single column cash book?	A. Bank Column B. Cash Column C. Discount Column D. All of the Above
12	An Entry which is recorded on the both sides of cash book is called	A. Simple Entry B. Compound Entry C. Combined Entry D. Contra Entry
13	Cheques issued to a creditor but not presented for payment are called	A. Un Credited Cheques B. Uncollected Cheques C. Un Presented Cheques D. Dishonoured Cheques
14	A cash account always shows	A. Debit Balance B. Credit Balance C. Both a and b D. Nil Balance
		A. Receipt voucher

15	The document evidencing cash receipts and payments and forming the basis for making entries in the cash book is called:	B. Payment voucher C. Cash voucher D. Cash memo
16	Pass book is prepared by	A. Debtor B. Creditor C. Banker D. Customer
17	All the time of endorsement of a bill the drawer credits:	A. The drawee account B. The endorser's personal account C. Bill receivable account D. Endorser's account
18	When saleable goods are bought in a business are called:	A. Sales B. Purchase C. Assets D. Goods
19	In three column cash book, discount column is	A. Totaled B. Balanced C. Carry Forward D. Both a and b
20	In form journal, the first column represents:	A. Ledger Folio B. Data C. Amount D. Debit