Principles of accounting Icom Part 1 English Medium Chapter 5 Online Test

Sr	Questions	Answers Choice
1	The account of depreciation of building of Rs. 30,000 at 5% p.a. will be	A. Rs. 20,00 B. Rs. 15,00 C. Rs. 25,00 D. Rs. 5,00
2	Assets having some market value	A. Fictitious Assets B. Real Assets C. Unreal Assets D. None of these
3	The payments side of the cash book is undercast by Rs. 200, when overdraft as per bank statement i s the starting points:	A. Rs. 200 will be deducted B. Rs. 200 will be added C. Rs. 400 will be added D. Rs. 400 will be deducted
4	Financial accounting is mainly confined to preparation of:	A. Manufacturing statement B. Financial statements C. Production statement D. Sale statement
5	Cash account is a:	A. Personal account B. Real account C. Nominal account D. Both real and personal account
6	Office rent is a	A. Financial Expense B. Abnormal Loss C. Management Expense D. Maintenance Expense
7	Goodwill, patent, copyright are classified as	A. Current Assets B. Fixed Assets C. Tangible Assets D. Wasting Assets
8	The bad debts which are showed in the trial balance are called	A. new bad debts B. old bad debts C. further bad debts D. additional bad debts
9	A bill from the point of view of a creditor is called a:	A. Bill payable B. Bill receivable C. Bil acceptable D. Bill rejectable
10	The debts, the recovery of which is uncertain are called	A. Unbelievable debts B. unrealized debts C. doubtful debts D. both b and c
11	The const concept applied only to the assets and not to:	A. Expenses B. Liabilities C. Incomes D. None of these
12	The balance of the 'Caha Column' in cash book is always:	A. Debit balance B. Credit balance C. Both debit and credit balance D. None of the above
13	Gross profit represents	A. Opening stock + purchases B. closing stock + direct expenses - sales C. closing stock-purchases-direct expenses + sales D. purchases - sales
14	Net profit is always	A. Equal to gross profit B. more than gross profit C. Less than gross profit D. None of these
15	Any mistake in ledger can be easily detected with the help of:	A. Journal B. Balance sheet C. Trial balance

		D. Financial statement
16	Rent account' is a kind of:	A. Real account B. Personal account C. Nominal account D. Capital account
17	The creditor of the business are called:	A. Assets B. Liabilities C. Capital D. Income
18	Interest on drawing is debited to	A. Capital B. Drawings C. Sundry Creditors D. Outstanding expense
19	In adjusting the cash balance one of the following is not taken into account:	A. Mistakes in the cash book B. Mistake in the bank statement C. Interest and dividends credited in the bank statement D. None of the abvove
20	Net Profit is transferred to	A. Trading Account B. Balance Sheet C. Capital a/c D. Trial Balance