

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

Qr.	Questions	Answers Choice
Sr 1	Income received in advance during the year is	Answers Choice  A. Prepaid Expenses B. Accrued Income C. Advance Expenses
2	Any mistake in ledger can be easily detected with the help of:	D. Advance Income  A. Journal  B. Balance sheet C. Trial balance
3	Goods withdrawn by the proprietor for personal use should be credited to	D. Financial statement  A. Purchase a/c B. Drawings a/c C. Expenses a/c
4	Goodwill, patent, copyright are classified as	D. Revenue a/c  A. Current Assets B. Fixed Assets C. Tangible Assets
5	Interest paid on loan is	D. Wasting Assets  A. Abnormal Loss B. Financial Expenses C. Management Expenses D. Maintenance Expenses
6	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
7	From business point of view, interest on capital is considered as	A. An income B. An Expense C. A Profit D. A Liability
8	Assets having some market value	A. Fictitious Assets B. Real Assets C. Unreal Assets D. None of these
9	The money with which business is started is known as:	A. Capital B. Creditor C. Income D. Debtor
10	Net profit is always	A. Equal to gross profit B. more than gross profit C. Less than gross profit D. None of these
11	Income tax paid is a	A. Business Expense B. Business Revenue C. Business Liability D. Personal Expense
12	Financial accounting is mainly confined to preparation of:	A. Manufacturing statement     B. Financial statements     C. Production statement     D. Sale statement
13	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
14	Bad debts recovered should be credited to	A. Balance Sheet B. Trading a/c C. Profit & D. None of these
15	Loss of good by fire should be credited to:	A. Purchase account B. Sales account C. Loss by goods by fire account

	D. Capital account
Net Sales represent	<ul> <li>A. Sales - return outwards</li> <li>B. Sales - return inwards</li> <li>C. Sales - return to supplier</li> <li>D. both b and c</li> </ul>
Office rent is a	A. Financial Expense B. Abnormal Loss C. Management Expense D. Maintenance Expense
The person to whom a bill is addressed is the:	A. Debtor B. Creditor C. Holder D. Agent
Wages paid for installing a machine should be debited to	A. Wages a/c B. Cash a/c C. Machinery a/c D. none of these
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
	Office rent is a  The person to whom a bill is addressed is the:  Wages paid for installing a machine should be debited to