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

Sr	Questions	Answers Choice
1	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
2	The person to whom a bill is addressed is the:	A. Debtor B. Creditor C. Holder D. Agent
3	Cash account is a:	A. Personal account B. Real account C. Nominal account D. Both real and personal account
4	The concession given by the supplier to the buyer on purchases of good is known as:	A. Sales discount B. Trade discount C. Purchase discount D. Discount received
5	Net Sales represent	A. Sales - return outwards B. Sales - return inwards C. Sales - return to supplier D. both b and c
6	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
7	Goodwill, patent, copyright are classified as	A. Current Assets B. Fixed Assets C. Tangible Assets D. Wasting Assets
8	Interest on drawing is debited to	A. Capital B. Drawings C. Sundry Creditors D. Outstanding expense
9	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
10	Gross profit is derived from	A. Trading a/c B. Profit & Loss a/c C. Trial Balance D. Balance Sheet
11	Income tax paid is a	A. Business Expense B. Business Revenue C. Business Liability D. Personal Expense
12	Rent account' is a kind of:	A. Real account B. Personal account C. Nominal account D. Capital account
13	Bad debts recovered should be credited to	A. Balance Sheet B. Trading a/c C. Profit & Loss a/c D. None of these
14	Goods withdrawn by the proprietor for personal use should be credited to	A. Purchase a/c B. Drawings a/c C. Expenses a/c D. Revenue a/c
15	The money with which business is started is known as:	A. Capital B. Creditor C. Income D. Debtor

16	Assets having some market value	A. Fictitious Assets B. Real Assets C. Unreal Assets D. None of these
17	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
18	Net profit is always	A. Equal to gross profit B. more than gross profit C. Less than gross profit D. None of these
19	Assets come into existence upon the happening of a certain event, are called:	A. Fixed assets B. Fictitious assets C. Floating assets D. Contingent assets
20	Gross profit represents	A. Opening stock + purchases B. closing stock + direct expenses - sales C. closing stock-purchases-direct expenses + sales D. purchases - sales