

## Principles of accounting Icom Part 1 English Medium Chapter 8 Online Test

Sr	Questions	Answers Choice
1	Our cheque to Ali & Bros, returned dishonored should be credited to	A. Cheque account B. Cash account C. Bank account D. Ali & Bros account
2	Received a cheque from Bilal Rs. 1900 in full settlement of his debt Rs. 2000 should be debited to	A. Cash account B. Discount allowed account C. Bank account D. Both a & b
3	Cash account is a	A. Personal account B. Nominal account C. Real account D. Both personal and real account
4	.The cash book is a	A. Subsidiary journal B. Ledger account C. Subsidiary journal and ledger D. Trial balance
5	All cash purchases and cash sales are recorded in	A. Cash book B. Purchases book C. Sales book D. Purchases and sales book
6	A statement which is used to reconcile the bank balance as per cash book with the balance as per pass book is called	A. Bank statement B. Income statement C. Bank reconciliation statement D. Financial statements
7	A double column cash book is used to record	A. Cash transactions only B. Cash and bank transaction C. Cash, bank and discount transaction D. None of these
8	Ahmed's cheque endorse to Akbar should be debited to	A. Cash account B. Cheque account C. Akbar's account D. Ahmed account
9	Credit purchases are recorded in	A. Purchases book B. Creditors book C. Cash book D. Purchases returns book
10	The favorable balance of cash book bank column is	A. Credit balance B. Debit balance C. Both debit and credit balance D. None of these
11	When cash is withdrawn from the bank for the personal use of the owner, must be debited to	A. Cash account B. Bank account C. Drawings account D. Capital account
12	A document evidencing cash receipts and payments and forming the basis for making entries in the cash book is called	A. Receipt voucher B. Cash voucher C. payment voucher D. Cash memo
13	Bank reconciliation statement is prepared by	A. Banker B. Customer's accountant C. Auditors D. Manager
14	When cheque received, and deposited into bank, bank account must be	A. Credited B. Debited C. Both debited & credited D. None of these
15	paid to Nadeem cash Rs. 5000 and a cheque for Rs. 4800 in full settlement of his due Rs. 10000 should be credited to	A. Cash account B. Bank account C. Discount received account D. None of these

D. All of these

16 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

17 The money can be deposited into bank by means of

- A. Cash book
- B. Cheque book
- C. Pay-in-slip book
- D. Pass book

18 When cash is received from debtor or customer, generally a receipt is issued to the debtor which is called

- A. Payment voucher
- B. Receipt voucher
- C. Cash voucher
- D. None of these

19 It is used to record cash, bank and discount transactions on debit and credit side

- A. Single column cash book
- B. Petty cash book
- C. Double column cash book
- D. Treble column cash book

20 The book in which all cash transaction are primarily recorded is called

- A. Pass book
- B. Cheque book
- C. Finance book
- D. Cash book