

Principles of Accounting Icom Part 2 English Medium Chapter 2 Online Test

Sr	Questions	Answers Choice
1	Lagacies are generally treated as.	A. Income B. Capitalized C. Assets D. Liability
2	Excess of liabilities over assets is an indication of .	A. Solvency B. Insolvency C. Surplus D. Profit
3	In receipt and payments account	A. No narration is written B. No ledger reference is recorded C. Daily cash balance cannot be ascertained D. All of the above
4	Receipts and payments accounts records transaction relating to.	A. Current year B. Past year C. future year D. All of the above
5	Donation received in heavy amount are treated as.	A. Revenue B. Capitalized C. Liability D. Assets
6	Income and expenditure account is usually accompanied by.	A. Trail balance B. Balance sheet C. Income and gains D. Liabilities
7	Non-profit making organization is also known as	A. Non-profit seeking concern B. Non-trading concern C. Trading concern D. "a" and "b"
8	Income and expenditure account is prepared at the	A. Start of the year B. Mid of the year C. End of the year D. At the start and end of the year
9	The basic club record or book of original entry in non-profit making organization	A. Purchase book B. Sales book C. Cash book D. "a" and "b"
10	Non-profit making organizations are established for	A. Profit B. Charitable or religious purpose C. To manufacture goods D. To help the rich people
11	Receipt and payment account is prepared at the.	A. Start of the year B. End of the year C. Mid of the financial year D. None of these
12	Income and expenditure account shows	A. Cash in hand B. Surplus or deficit C. Cash at bank D. Capital account
13	If the credit side of the income and expenditure account is greater it is termed as.	A. Deficit B. Surplus C. Asset D. Liability
14	Income and expenditure account shows.	A. Surplus or deficit B. Not profit or net loss C. Capital account D. Cash in hand
15	Debit side of income and expenditure account records.	A. Expenses and losses B. Income and gains C. Assets D. Liabilities

D. Liabilities

16	In income and expenditure account	A. Expense are recorded on debit side B. Revenues are recorded on credit side C. Does not start with any opening balance D. All of the above
17	Receipts and payments account records transaction relating to	A. Past year B. Future year C. Present year D. All of the above
18	The method for preparing the final accounts in trading concerns and non-profit making organizations are	A. Same B. Different C. Easy D. Difficult
19	If the debit side of the income and expenditure account is greater than the credit side it is termed as.	A. Surplus B. Deficit C. Assets D. Liabilities
20	Credit side of income and expenditure account records.	A. Expenses and losses B. Income and gains C. Assets D. Liabilities