

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

Sr	Questions	Answers Choice
1	An income and expenditure account is.	A. Normal account B. Real account C. Persoanl account D. None of these
2	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"
3	Income and expenditur eaccount is prepared at the	A. Start of the year B. Mid of the year C. End of the year D. At the start and ed of the year
4	Non-profit making organizations are established for	A. Profit B. Charitable or religious purpose C. To manufacture goods D. To help the rich people
5	The Receipt and payment account is the summary of the	A. Cash book B. Balance sheet C. Trqail balance D. Profit and loss account
6	Subscription Received in advance is.	A. An income B. An assets C. Liability D. An expenditure
7	If the credit side of the income oand expenditur eaccount is greater it is termed as.	A. Deficit B. Surplus C. Asset D. Liability
8	The main sources of income of for on -trading concern is.	A. Subscriptions B. Donations C. Sales D. Dividends on investment
9	The income through admissionfee shoul db.	A. Capitalized B. Treated as revenue C. Treated as liability D. An expenses
10	Receipt and payment account is prepared at the.	A. Start of the year B. End of the year C. Mid of the financeial year D. None of these
11	The excess of total assets over total liabilituies of a concern is called.	A. Surplus B. Deficit C. Capital fund D. Profit
12	All transactions relating to non-profit seeking concerns are recorded in the books of account strictly according to	A. Single entry system B. Double entry system C. Treble entry system D. "a" and "b"
13	The difference of the two sides of receipt and payment account represents.	A. Opening cash balance B. Closing cash or bank balance C. Opening bank balance D. None of these
14	Receipts and payments account shows	A. Debit and credit balances of ledgers B. Incomes and expenditures C. Cash receipts and payments D. Assets and liabilities
15	Excess of assets over liabilities is an indication of.	A. Solvency B. Insolvency C. Deficiency D. None of these

D. Loss

16 Income and expenditure account is debited with all.

- A. Expenses
- B. Incomes
- C. Liabilities
- D. Assets

17 Receipt and payment account includes.

- A. Revenue items
- B. Capital items
- C. Both capital and Revenue items
- D. None of the above

18 If the debit side of the receipt and payment account exceeds the credit side it represents.

- A. Bank over draft
- B. Cash at bank
- C. Surplus balance
- D. Deficit balance

19 Income and expenditure account is usually accompanied by.

- A. Trail balance
- B. Balance sheet
- C. Income and gains
- D. Liabilities

20 Income and expenditure account is credited with all.

- A. Expenses
- B. Incomes
- C. Assets
- D. Liabilities