

## Principles of Accounting Icom Part 2 English Medium Chapter 4 Online Test

Sr	Questions	Answers Choice
1	The agreement among the partners which sets out the term is which they have agreed to form a partnership is called.	A. Partnership deed B. Arbitration clause C. Partnership at will D. None of these
2	In the absence of an agreement partners shall	A. Be paid salaries B. Not to be paid the salaries C. Be paid salaries by the consent of the partners D. Be paid salaries to those who worked for the firm
3	If some property is owned jointly with out any intention to carry on a business it is called.	A. Partnership B. Co- ownership C. Sole ownership D. Agency
4	The investment in partners capital accounts is to be credited to.	A. Partners capital accounts B. Profit and loss account C. Interest account D. None of these
5	Capital of the partners are maintained under.	A. Fixed capital method B. Fluctuating method C. By any two of the above D. None of the above
6	For the firm, interest on drawing is.	A. Expense B. Income C. Liability D. None of these
7	A person who invests the minor portion of capital in the business and so he has small share in the profit is called.	A. Senior partner B. Junior partner C. Quasi partner D. Nominal partner
8	In partnership minimum limit of partners is.	A. Two (02) B. Five(5) C. Ten (10) D. Twelve (12)
9	A partner who invests capital in the business but does not take active part in the conduct of the business is called.	A. Active partner B. Sleeping partner C. Secret partner D. None of these
10	A partner who is newly admitted to the firm with the consent of all the parties is called.	A. Salaried partner B. Incoming partner C. Junior partner D. Minor partner
11	Interest on drawing is debited to.	A. Partners capital accounts B. Profit and loss account C. Interest account D. None of these
12	Investment in partnership is made by introducing.	A. Cash B. Non cash assets C. Cash or non cash assets D. None of these
13	The persons who have entered into partnership are individually called.	A. Agents B. Partners C. A firm D. Vendor
14	Maximum number of the partners in an ordinary Partnership.	A. Ten partners B. Twenty partners C. Thirty partners D. Four partners
15	In the absence of an agreement, interest on loan advanced by the partner to the firm is allowed at the rate of.	A. 5 percent B. 6 percent C. 8 percent

		D. 9 percent
16	A partner, who has not attained the age of majority is called.	A. Junior partner B. Minor partner C. Nominal partner D. Quasi Partner
17	A partner who takes an active part in the management of the firm is called.	A. Active partner B. Sleeping partner C. Nominal partner D. Quasi partner
18	A partner who has a major investment in the firm and receives a relatively more profit is called.	A. Sleeping partner B. Dormant partner C. Senior partner D. Estoppel partner
19	When the capitals of the partners are not allowed to change during the life time of the business except in extraordinary circumstances then they are called.	A. Fluctuating capitals B. Fixed capitals C. Current capitals D. None of these
20	Partnership is formed by the partners.	A. Written agreement B. Mutual consent C. Verbal agreement D. None of these