

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

Sr	Questions	Answers Choice
1	Current account of the partners should be opened when the capitals are.	A. Fluctuating B. Fixed C. Either fixed or fluctuating D. Neither fixed or fluctuating
2	Partnership is formed by the partners.	A. Written agreement B. Mutual consent C. Verbal agreement D. None of these
3	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
4	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
5	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
6	Liability of the partners in partnership is.	A. Limited B. Unlimited C. Limited up to the extent of their capitals D. Depend on the will of the partners
7	If some property is owned jointly without any intention to carry on a business it is called.	A. Partnership B. Co- ownership C. Sole ownership D. Agency
8	For the firm, interest on drawing is.	A. Expense B. Income C. Liability D. None of these
9	In partnership minimum limit of partners is.	A. Two (02) B. Five(5) C. Ten (10) D. Twelve (12)
10	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's partner
11	The agreement among the partners which sets out the terms on which they have agreed to form a partnership is called.	A. Partnership deed B. Arbitration clause C. Partnership at will D. None of these
12	The owner of the partnership are called as.	A. Member B. Partners C. Share holder D. None of these
13	Maximum number of the partners in an ordinary Partnership.	A. Ten partners B. Twenty partners C. Thirty partners D. Fourth partners
14	Investment in partnership is made by introducing.	A. Cash B. Non cash assets C. Cash or non cash assets D. None of these
15	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

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16	A partner, who hasnot attained the age of majority is called.	A. Junior partner B. Minor partner C. Nominal partner D. Quasi Partner
17	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
18	Partnership is formed under the act of.	A. 1984 B. 1932 C. 1912 D. 1962
19	In the absence of an agreemtn, interest on loan advanced by the partner to the firm is allowd at the rate of.	A. 5 percent B. 6 percent C. 8 percent D. 9 percent
20	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 pariners D. Be paid salaris to thos who worked for the firm