

## Principles of Accounting Icom Part 2 English Medium Chapter 7 Online Test

| Sr | Questions                                                                                                                            | Answers Choice                                                                                                                                     |
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| 1  | When a firm dissolved with the consent of all the partners it is called.                                                             | A. Dissolution by notice<br>B. <b>Dissolution by agreement</b><br>C. Dissolution by court<br>D. Compulsory dissolution                             |
| 2  | If any partner takes the responsibility to pay the liabilities of the firm at the time of dissolution then it should be credited to. | A. <b>Partner's capital account</b><br>B. Realization account<br>C. Liabilities accounts<br>D. Cash accounts                                       |
| 3  | If any partner takes over any asset at the time of dissolution then it should be debited to.                                         | A. <b>Partner's capital accounts</b><br>B. Realization account<br>C. Cash account<br>D. None of these                                              |
| 4  | Realizaton account is a.                                                                                                             | A. <b>Nominal account</b><br>B. Real account<br>C. Personal account<br>D. Cash account                                                             |
| 5  | As per the decision in Garner Va. Murray the solvent partner bring in cash equal to their share of.                                  | A. <b>Realization loss</b><br>B. Profit ratio<br>C. Capital ratio<br>D. None of these                                                              |
| 6  | If all the partners but one is solvent it is.                                                                                        | A. <b>Compulsory dissolution of firm</b><br>B. Dissolution by agreement<br>C. Or may not cause dissolution<br>D. None of these                     |
| 7  | In case of dissolution if there is any undivided profit are reserve should be credited to.                                           | A. <b>Partners capital accounts</b><br>B. Realization accounts<br>C. Reserve account<br>D. Revaluation accounts                                    |
| 8  | The Decision in Garner Va. Murray was given in.                                                                                      | A. 1905<br>B. <b>1904</b><br>C. 1804<br>D. 1933                                                                                                    |
| 9  | The end or termination of partnership is called.                                                                                     | A. Amalgamation<br>B. <b>Dissolution</b><br>C. Retirement<br>D. Admission                                                                          |
| 10 | Where a partner become unsound mind the dissolution is considered as.                                                                | A. <b>Dissolution by court</b><br>B. Dissolution by Notice<br>C. Dissolution by agreement<br>D. Compulsory dissolution                             |
| 11 | At the time of dissolution, all the assets of the firm are transferred in the realization account at.                                | A. Market value<br>B. <b>Book value</b><br>C. Cost value<br>D. Bale value                                                                          |
| 12 | Un recorded liability when paid on dissolution of the firmis debited to.                                                             | A. Realization account<br>B. <b>Liability account</b><br>C. Partners capital account<br>D. None of these                                           |
| 13 | Generatal reserve at the time of dissolution is transferred to                                                                       | A. <b>All partners capital accounts</b><br>B. Realization account<br>C. Solvent partners capital account<br>D. Insolvent partner's capital account |
| 14 | In the absence of any agreement Reserve on dissolution of a partnership firm is credited to the partners.                            | A. In capital ratio<br>B. <b>In profit sharing ratio</b><br>C. Equality<br>D. None of these                                                        |
| 15 | Reserve for bad and doubtful debts appearing in the books of accounts at the time of dissolution shuld be transferred to.            | A. <b>Realization account</b><br>B. Revaluation account<br>C. Debtors account<br>D. None of these                                                  |

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| 16 | On the dissolution of the partnership unrecorded assets if takes away by the partners is debited to. | A. Realization account<br>B. Partners capital account<br>C. Assets account<br>D. None of these  |
| 17 | In case of Garner Vs. Murray rule, the decision was given is.                                        | A. Mr. Justice james<br>B. Mr Garner<br>C. Mr. Justice joyee<br>D. Mr. Murray                   |
| 18 | The partnership may come to an end due to the                                                        | A. Death of a partner<br>B. Involvency of a partner<br>C. Both of the above<br>D. None of these |
| 19 | The balance of realization account is transferred to the capital accounts of the partners in.        | A. Capital ratio<br>B. Equality<br>C. Interest ratio<br>D. Profit sharing ratio                 |
| 20 | In case of dissolution, assets sold for cash are debited to                                          | A. Realization account<br>B. Cash account<br>C. Assets account<br>D. None of these              |