

Principles of Accounting Icom Part 2 English Medium Chapter 8 Online Test

Sr	Questions	Answers Choice
1	Those debentures which carry no security as to payment of interest or repayment of principal, are known as.	A. Mortgage debentures B. Secured debentures C. Simple or naked debentures D. None of these
2	The liability of the shareholder of a public limited company is.	A. Unlimited B. Limited C. Compulsory D. None of these
3	The maximum number of member in case of public limited company can be	A. Forty B. Fifty C. Sixty D. No restriction on maximum number
4	The value of the share as quoted on the stock exchange is said to be	A. Par value B. Book value C. Cost value D. Market value
5	The joint stock company is formed under companies ordinance.	A. 1984 B. 1974 C. 1884 D. 1962
6	Debenture holders are.	A. Creditors B. Owners C. Customers of the company D. Debtors
7	The total amount received by the company out of the total called up amount is known as the.	A. Called up capital B. Paid up capital C. Issued capital D. Reserve capital
8	The documents which contains the rules and regulation for the internal management of the company is called.	A. Prospectus B. Articles of association C. Memorandum of association D. Notice
9	A situation where a company receives an application for a large number of shares than offered to the public for subscription is termed as.	A. Under subscription B. Over subscription C. General subscription D. Above subscription
10	Share capital in the balance sheet is known as.	A. Asset B. Liability C. Income D. Reserve
11	A situation where a company receives an application for a less number of shares than offered to the public for subscription is termed as.	A. Under subscription B. Over subscription C. General subscription D. Above subscription
12	Premium on issue of shares is shown in.	A. Assets side of balance sheet B. Liabilities side of balance sheet C. Trading account D. Profit and loss account
13	Dividend is calculated on.	A. Registered capital B. Issue Capital C. Paid up Capital D. Subscribed Capital
14	A prospectus for subscription of shares can be issued only by.	A. Public company B. A private company C. Both public and private company D. None of these
15	If the price required to be paid to the company for the share is equal to the nominal value of that share it is called.	A. At discount B. At premium C. At par D. None of these

16	Debentures holders are.	A. Creditors of the company B. Owners of the company C. Customer of the company D. None of these
17	The debentures which are repayable at the end of a specified period are termed as.	A. Redeemable debentures B. Irredeemable debentures C. Repayable debetures D. None of these
18	The company formed by teh means of Royal Charter is called.	A. Public limited company B. Private limited company C. Charterd company D. Registered company
19	The sum total of the nominal vaue of shares of company is called is.	A. Issued capital B. Subscribed capital C. Share capital D. Called up capital
20	The charter of the company containing the objects of whihc for company is being formed is called.	A. Articles of association B. Prospectus C. Memorandum of associaton D. Notice