

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

Sr	Questions	Answers Choice
1	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
2	The debentures which are payable to bearer, are termed as.	A. None transferable B. Registered debentures C. Bearer debentures D. Non - bearer debentures
3	In case of private company minimum number of shareholders are.	A. Six B. Seven C. Ten D. Two
4	Ordinary shares are also known as.	A. Equity shares B. Deferred shares C. Bonus shares D. Preference shares
5	The owner equity in a company is commonly called.	A. Shareholder equity B. Promoters equity C. Directors equity D. None of these
6	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
7	The sum total of the nominal value of shares of company is called as.	A. Issued capital B. Subscribed capital C. Share capital D. Called up capital
8	Unclaimed dividend is shown as.	A. Asset B. Liability C. Deduction from paid up capital D. None of these
9	The part of the issued capital which has been taken up or subscribed by the public is called	A. Issued capital B. Authorized capital C. Subscribed capital D. Paid up capital
10	Share capital in the balance sheet is known as.	A. Asset B. Liability C. Income D. Reserve
11	The documents which contain 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
12	A situation where a company receives application for a less number of shares than offered to the public for subscription is termed as.	A. Oversubscription B. Under subscription C. No subscription D. None of these
13	The maximum number of members in case of public limited company can be	A. Forty B. Fifty C. Sixty D. No restriction on maximum number
14	The loss prior to the date of incorporation of a company is.	A. Revenue loss B. Capital loss C. Liability D. None of these
15	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

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16	The total amount of capital, in case of company is divided into small units, these units are called.	A. Bonds B. Cheque <b>C. Share</b> D. Reserve
17	A certificate issued by the company under its seal acknowledging a debt due by it to its holder, is called.	A. Debenture B. Certificate of commencement C. Acknowledgement certificate D. None of these
18	The credit balance of the retained earnings statement represents.	A. Undisturbed Profit B. Dividends declared C. Profit distributed D. None of these
19	Normally the discount on the shares should not exceed from	A. Five percent B. Eight percent C. Twenty percent <b>D. Ten percent</b>
20	The rules and regulations governing the internal management and administration of the company are called.	A. Memorandum of association <b>B. Articles of association</b> C. Prospectus D. None of these

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