

NAT II Management Science Finance & Accounting

Sr	Questions	Answers Choice
1	Manufacturing concern cycle is ----- than trading concern cycle:	A. Shorter B. Greater C. Medium D. None of above
2	The cost of holding the stock in storage is called	A. Ordering cost B. Material cost C. Caring cost D. All of the above
3	Material are charged to production at actual cost under	A. Weighted average method B. FIFO method C. LIFO method D. Both ii & iii
4	Compound entry is an entry in which:	A. More than one account is debited B. More than one account is credited C. Both a and b are correct D. None of the above
5	In operating expense includes	A. Marketing expense B. Admin expense C. Selling expense D. All of the above
6	Offsetting expenses against revenue is the concept of:	A. Realization B. Dual aspect C. Matching D. Conventions
7	Trading account shows ----- result.	A. Net B. Gross C. Profit D. Loss
8	Difference in cost of alternative choices is called	A. Total costing B. Differential costing C. Full costing D. Variable costing
9	Which one is not accounting convention?	A. Materiality B. Full disclosure C. Consistency D. Going concern
10	In job order costing system, each job is assigned a job cost	A. Unit B. Center C. Driver D. Sheet
11	Realisation concept is the concept in which revenue is ----- at the time when goods are sold or services rendered.	A. Recognized B. Not recognized C. Paid D. Received
12	Spoiled goods cannot be	A. Sold without repairing B. Repair and sold as damaged goods C. Both A and B D. None of above
13	Debentures are	A. Fixed assets B. Fixed liabilities C. Capital D. Prepaid expenses
14	Depreciation is a loss due to wear and tear of an asset.	A. Correct B. Inccorrent C. May be D. None
15	If spoiled goods are considered a normal part of production process than debit to	A. Work in process B. General expense C. F.o.H control D. Spoiled goods

		D. None of above
16	Goodwill is ----- for company.	A. Intangible asset B. Fixed asset C. Current asset D. Quick asset
17	Depreciation expenditure is a	A. Fixed cost B. Variable cost C. Semi-variable cost D. Step fixed cost
18	How many types of inventories are in cost of goods sold statement?	A. 1 B. 2 C. 3 D. 4
19	What is amortization?	A. Decrease in the value of fixed assets B. Decrease in the value of intangible assets C. Increase in the value of fixed assets D. Increase in the value of intangible assets
20	Name the main accounts which are prepared in accounting?	A. Assets, liabilities, income and expenses B. Assets, liabilities, income and revenue C. Assets, owner's equity, income and expenses D. Assets, liabilities and expenses