

NAT II Management Science Finance & Accounting

Sr	Questions	Answers Choice
1	What are accrued expenses?	A. The expenses that have been incurred during current year and paid till the end of current year B. The expenses that have been incurred previous year and paid in the current year C. The expenses that have been incurred during current year and not paid till the end of current year D. The expenses that have been incurred previous year and not paid till the end of current year
2	Tenor is the period of time ----- which a bill becomes payable	A. Before B. After C. Both a and b D. None
3	The bills which are drawn and accepted against the sale and purchase of goods on credits are called	A. Trade bills B. Bill of exchange C. In-land bills D. Foreign bills
4	Rebate is the ----- in the amount of bill paid	A. Premium B. Increase C. Expense D. Concession
5	How many of grace are given?	A. 5 B. 4 C. 3 D. 2
6	Endorsement is made:	A. For settlement of debts B. For settlement of income C. For settlement of profit D. None
7	Which one of the following is not a negotiable instrument?	A. Cheque B. Promissory note C. Bill of exchange D. None of the above
8	What is negotiable instrument?	A. A document which is not transferable B. A document which is transferable C. A document which is accepted D. None
9	Dishonor of the bill occurs when:	A. The drawer refuse to pay B. The acceptor refuses to meet the bill on due date C. The endorsee accepts to meet the bill D. None
10	In bill of exchange, the party who accepts a bill is known as:	A. Drawer B. Drawee C. Payee D. Third party