NAT IIM Management Science Finance Easy Test

Sr	Questions	Answers Choice
1	Historical cost which is irrecoverable in a given situation is called	A. Imputed cost B. Standard cost C. Opportunity cost D. Sunk cost
2	Doubtful debt are:	A. Definite loss to the business B. Definite profit to the business C. Expected loss to the business D. Expected profit to the business
3	If applied factory overhead is less than actual factory overhead, it is called	A. Applied F.o.H B. Over applied F.o.H C. Under-applied F.o.H D. None of above
4	Cost goods sold is Rs. 1650, gross profit ratio is 17.5% then sales is	A. 1800 B. 1900 C. 2000 D. 2200
5	What is accumulated depreciation?	A. Depreciation expense of the current year B. Sum of all depreciations in different accounting year C. Depreciations of previous accounting year D. None
6	The objective of financial accounting is to ascertain:	A. True results of profit B. True results of loss C. True results of profit or loss D. None
7	The cost flow must match the	A. Output B. Outflow C. Inflow D. Workflow
8	Bin card is maintained by	A. Purchase manager B. Sales manager C. Store keeper D. Finance manager
9	The stages of accounting cycle are	A. Transaction-ledger-journal-trial balance-final accounts B. Transaction-journal-ledger-trial balance-final accounts C. Transaction-journal-trial balance-ledger-final accounts D. Transaction-journal-ledger-final accounts-trial balance
10	In job order costing system, each job is assigned a job cost	A. Unit B. Center C. Driver D. Sheet
11	In operating expense includes	A. Marketing expense B. Admin expense C. Selling expense D. All of the above
12	Trading account shows ----------- result.	A. Net B. Gross C. Profit D. Loss
13	Outstanding expenses are also known as	A. Prepared expenses B. Accrued expenses C. Un-earned income D. None
14	A property which is received by virtue of a will of a person after his death is known as	A. Legacy B. Donation C. Subscription

		D. Gift
15	Difference in cost of alternative choices is called	A. Total costing B. Differential costing C. Full costing D. Variable costing
16	Spoiled goods cannot be	A. Sold without repairing B. Repair and sold as damaged goods C. Both A and B D. None of above
17	Debentures are	A. Fixed assets B. Fixed liabilities C. Capital D. Prepaid expenses
18	Accounts which are related with properties are known as	A. Real accounts B. Nominal accounts C. Property accounts D. A and C are correct Accounting principles:
19	Cost which cannot be conveniently identified with individual cost unit is called	A. Direct material cost B. Indirect material cost C. Indirect labour cost D. Caring cost
20	Treble column cash book has three columns of:	A. Cash, bank and discount B. Income, expense and bank C. Cash, bank and profit or loss D. None