

## NAT IIM Management Science Finance Hard Test

Sr	Questions	Answers Choice
1	Any written evidence of a business transaction is known as	A. Voucher B. Pay-in-slip C. Debit note D. Credit note
2	Section of the business to which cost can be charged is termed as	A. Cost driver B. Cost center C. Cost unit D. All of above
3	During period of rising material prices, ----- method results in profit inflation	A. LIFO B. FIFO C. Weighted average D. All of the above
4	Trading account shows ----- result.	A. Net B. Gross C. Profit D. Loss
5	From the following statements which one is not true about over applied F.o.H	A. Less from cost of goods sold at normal B. Less from entire production if required C. Add in gross profit if required D. Less from Net profit.
6	Depreciation expenditure is a	A. Fixed cost B. Variable cost C. Semi-variable cost D. Step fixed cost
7	How many types of bank accounts are there?	A. 4 B. 3 C. 5 D. 6
8	What are bad debts?	A. Debts which are irrecoverable from the debtors B. Debts which are recoverable from the debtors C. Debts which are irrecoverable from the creditors D. Debts which are recoverable from the creditors
9	Per Unit cost is calculated by dividing the cost of goods sold by	A. The number of units sold B. The number of units purchase C. The number of units manufactured D. All of the above
10	Bin card is maintained by	A. Purchase manager B. Sales manager C. Store keeper D. Finance manager
11	Deferred liabilities are debts which are repayable less than -----	A. One month B. Six month C. One year D. None
12	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
13	Which one is not accounting convention?	A. Materiality B. Full disclosure C. Consistency D. Going concern
14		A. Assets, liabilities, income and expenses B. Assets, liabilities, income and

14	Name the main accounts which are prepared in accounting?	revenue C. Assets, owner's equity, income and expenses D. Assets, liabilities and expenses
15	Work in process opening and closing inventory includes:-	A. Arterial in process B. Labour in process C. F.o.H in process D. All of the above
16	According to possible for an event or transaction which is not measurable in terms of money	A. True B. False C. May be D. None
17	Depreciation is a loss due to wear and tear of an asset.	A. Correct B. Inccorrent C. May be D. None
18	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
19	How many branches are there in accounting?	A. 1 B. 3 C. 2 D. 4
20	Cash or goods taken away by owner for personal use from business are known as:	A. Capital B. Drawings C. Revenue D. Expense