

## Principles of accounting Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	The Principle book of accounts is	A. Journal B. Ledger C. Trial Balance D. Balance Sheet
2	Goods sold to Ali for Rs. 50,000 recorded in purchases day book will affect	A. purchases A/c B. sales account C. purchases, sales & Ali account D. purchases & sales account
3	Provision for the doubtful debts is debited to	A. Debtors a/c B. Provision for bad debts a/c C. Profit or loss a/c D. Bad debts recovered a/c
4	Journal is prepared in	A. Columnar form B. Vertical form C. Horizontal form D. Row form
5	The person to whom a bill is addressed is the:	A. Debtor B. Creditor C. Holder D. Agent
6	Record of business transaction in the journal is called	A. Detail B. Summary C. Narration D. Entry
7	Carriage account is a/an	A. asset account B. revenue account C. expenditure A/c D. withdrawal account
8	A cash account always shows	A. Debit Balance B. Credit Balance C. Both a and b D. Nil Balance
9	A bill from the point of view of a debtor is called	A. Bill Acceptable B. Bill Receivable C. Bill Payable D. None of these
10	How many columns are drawn on one side of three column cash book ?	A. Five Columns B. Six Columns C. Seven Columns D. Eight Columns
11	The favorable balance of cash book bank column is	A. Credit balance B. Debit balance C. Both debit and credit balance D. None of these
12	Net purchases are equal to	A. Sales - returns outwards B. Purchases + returns inwards C. Purchases - returns outwards D. Purchases + returns outwards
13	A receipt is revenue in nature, if it relates to:	A. Balance sheet B. The receipt of accounting year C. Small amount D. Routine activity of the business
14	Which cash is paid or received in an exchange the transaction is called:	A. Sale transaction B. Cash transaction C. Credit transaction D. None of the above
15	The book which is used to record all goods returned by us to our supplier is called	A. Returns inwards book B. Purchases book C. Return outwards book D. Sales book

		D. Sales book
16	Errors of affect one account can be	A. Errors of principle B. Errors of posting C. Errors of omission D. None of these
17	Rent account' is a kind of:	A. Real account B. Personal account C. Nominal account D. <div>Capital account</div>
18	When money is paid to a creditor or supplier a receipt is obtained from him which is called	A. Cash voucher B. Cash payment C. Receipt voucher D. Payment voucher
19	It is the price of goods sold or services provided by a business to its customers	A. Asset B. Cost C. Capital D. Revenue
20	Cash of sales is equal to	A. Sales - purchases B. Purchases - return + closing stock C. Opening stock + Purchases (Net) - Closing stock D. Sales + Opening stock - (Purchases + Closing stock)