

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

Sr	Questions	Answers Choice
1	Unfavorable balances mean	A. Credit balance in the pass book B. Credit balance in the cash book C. Debit balance in bank statement D. Both b & D. Both b & D. Both b
2	The outflow of funds to meet the running expenses of a business	A. Revenue loss B. Revenue expenditure C. capital expenditure D. capital loss
3	The body of worksheet contains	A. Two pairs of money column B. Three pairs of money column C. Four pairs of money column D. Five pairs of money column
4	Raw material destroyed in fire represents	A. capital loss B. revenue loss C. normal loss D. both b, c
5	All revenue expenditure are taken to	A. Trading a/c B. Trading & Description of Loss a/c C. Profit or loss a/c D. Balance sheet
6	Cost incurred to generate revenue is called	A. Revenue B. Cost C. Expense D. Liability
7	In accounting all business transactions are recorded which have:	A. Dual aspect B. Single aspect C.  None of the above D. Economic aspect
8	Net loss is always	A. Equal to gross loss B. More than gross loss C. Less than gross loss D. None of these
9	When a drawee honours his acceptance, he will credit	A. Capital Account B. Drawer Account C. Bill Payable Account D. Cash Account
10	Accounts relating to persons of firms are called:	A. Real accounts B. Proprietary accounts C. Personal accounts D. Nominal accounts
11	Debts which are repayable in the course of less than one year bur more than one month are called	A. Quick liabilities     B. Deferred liabilities     C. Contingent liabilities     D. Liquid liabilities
12	Wages paid of installing a machine should be debited to	A. Wages a/c B. cash a/c C. Machinery a/c D. None of these
13	Bank Reconciliation represents	A. A Journal B. A Ledger C. A Statement D. both a and c
14	Bad debts recovered should be credited to	A. Balance Sheet  B. Trading a/c C. Profit & D. None of these
15	Loss of good by fire should be credited to:	A. Purchase account B. Sales account C. Loss by goods by fire account D. Capital account

16	Allowance for discount on account receivable is calculated on the amount of account receivable	A. Before deducting the allowance for doubtful debts     B. Left after deducting the allowance for doubtful debts     C. Before deducting the actual bad debts     D. None of these
17	Profit or loss appropriation account is not prepared in the case of	A. Partnership B. Joint stock company C. Sole tradership D. Partnership at will
18	A document given by the seller to the buyer for credit sale of goods or assets is called	A. Cash memo B. Invoice C. Voucher D. None of these
19	Capitalized expenditure are shown in	A. Trading a/c B. Profit or loss a/c C. Income statement D. Balance sheet
20	Net sales equal to	A. Sales - Returns outwards B. Sales + Returns inwards C. Sales - Returns inwards D. Purchases - Returns inwards