

Principles of accounting Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Errors is casting of subsidiary books are called as	A. Error of omission B. Compensating error C. Error of posting D. Clerical errors
2	If there is any error in Bank account it will affect	A. Trading and profit and loss account B. Profit and loss account C. Trading account D. Balance sheet
3	A revenue expenditure, the benefit of which is not confined to one accounting year is called	A. Non-current expenditure B. Revenue expenditure C. Future expenditure D. Deferred expenditure
4	Goods purchased from Robin have been posted to Rahim account, it is an:	A. Error of omission B. Error of casting C. Error of posting D. Error of commission
5	Expenditure, which helps to maintain the business efficiency is called	A. Revenue expenditure B. Deferred expenditure C. Capital expenditure D. Future expenditure
6	The inflow of assets in return for services performed or products delivered during a period is	A. Asset B. Revenue C. Non current asset D. None of these
7	Interest on drawing is debited to	A. Capital B. Drawings C. Sundry Creditors D. Outstanding expense
8	All cash purchases and cash sales are recorded in	A. Cash book B. Purchases book C. Sales book D. Purchases and sales book
9	Octori duty paid on machinery, is an example of	A. Revenue expenditure B. Recurring expenditure C. Capital expenditure D. Both a & b
10	A transaction is recorded on the same days as its takes place, so journal is also called:	A. A day book B. A history book C. An entry book D. Ledger book
11	One way of avoiding errors in the permanent accounting records is to use a form which is called	A. Bank statement B. Trail balance C. Balance sheet D. Work sheet
12	A many buy Rs. 40,000 worth good and sells them for Rs. 50,000. His gross profit is:	A. Rs.10,000 B. Rs.20,000 C. Rs,30,000 D. Rs. 40,000
13	Accounting principles can be classified in	A. three types B. two types C. five types D. six types
14	When cash is withdrawn from the bank for the personal use of the owner, must be debited to	A. Cash account B. Bank account C. Drawings account D. Capital account
15	All the transactions recorded to credit sales are recorded in:	A. Sale return book B. Sales book C. Cash book D. Sales return book

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- 16 The money with which business is started is known as:
- A. Capital
 - B. Creditor
 - C. Income
 - D. Debtor
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- 17 Carriage account is a/an
- A. asset account
 - B. revenue account
 - C. expenditure A/c
 - D. withdrawal account
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- 18 Personal account are related to:
- A. Assets and liabilities
 - B. Expenses, losses
 - C. Customers, creditors etc.
 - D. Incomes
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- 19 Which of the following discloses the financial position of the business
- A. Trading account
 - B. Profit or loss account
 - C. Profit or loss appropriation account
 - D. Balance sheet
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- 20 Any mistake in ledger can be easily detected with the help of:
- A. Journal
 - B. Balance sheet
 - C. Trial balance
 - D. Financial statement
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