

Principles of accounting Icom Part 1 English Medium Online Test

C-	Overtions	Anguaga Chaica
Sr	Questions	Answers Choice
1	Cash account is a:	A. Personal account B. Real account C. Nominal account D. Both real and personal account
2	Cheques issued to a creditor but not presented for payment are called	A. Un Credited ChequesB. Uncollected ChequesC. Un Presented ChequesD. Dishonoured Cheques
3	Any expenditure incurred to increase the earning capacity of a business	A. capital expenditure B. capital loss C. revenue loss D. revenue expenditure
4	Interest on drawings is	A. An asset B. A liability C. An expense D. A revenue
5	An error completely omitted to be entered in the journal	A. partial error B. error of posting C. error of casting D. complete error
6	Adjusted is used to prepare the income statement and balance sheet	A. Trail balance B. Ledger C. Balance sheet D. Bank statement
7	Gross profit equals to	A. Net profit minus expenses B. Sales minus closing stock C. Purchases minus closing stock D. Sales minus cost of goods sold
8	Heavy expenditure on advertisement for making a new product is a	A. Revenue expenditure B. Deferred expenditure C. Capital loss D. Non-recurring expenditure
9	A bill of exchange is drawn by	A. Debtor B. Creditor C. Endorser D. Endorsee
10	How many categories of accounts are	A. two B. three C. four D. five
11	Capitalized expenditures are shown in	A. trading A/c B. profit & Diss A/c C. income statement D. balance sheet
12	All the transactions related to credit sales are recorded in	A. Sales returns book B. Sales book C. Cash book D. Credit note book
13	Ahmad's account is an example of	A. real account B. personal A/c C. nominal account D. none of these
14	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
15	Disagreement in balances may arise owing to mistake or mistakes in the:	A. Cash book only B. Bank statement C. Cash book or bank statement D. Bank column of the cash book

		only
16	Excise duty is a	A. Direct revenueB. Indirect revenueC. Direct expenseD. Indirect expense
17	Goodwill, patent, copyright are classified as	A. Current Assets B. Fixed Assets C. Tangible Assets D. Wasting Assets
18	.The cash book is a	A. Subsidiary journal B. Ledger account C. Subsidiary journal and ledger D. Trial balance
19	Book-keeping is mainly concerned with:	A. Recording of business transactions B. Recording classifying and summarizing the recorded data C. Interpreting the recorded data D. None of the above
20	Worksheet provides complete information for preparing	A. Income statement B. Position statement C. Financial statement D. Bank reconciliation statement