

Principles of accounting Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Error which affects profit and loss account relates to	A. Nominal account B. Property account C. Personal account D. None of these
2	The balance of the trading account is the transferred to:	A. Profit and loss account B. Balance sheet C. Work sheet D. Position statement
3	A cash account always shows	A. Debit Balance B. Credit Balance C. Both a and b D. Nil Balance
4	The capital profit should be transferred to:	A. Profit and loss account B. Trading account C. Balance Sheet D. Both Trading and profit and loss account and balance sheet
5	Deprecation is	A. A Liability B. A loss C. An expense D. Both b & c
6	کسی شے کے مسلسل اور لگاتار استعمال سے مختتم افادہ میں کمی آتی جاتی ہے بشرطیکہ دیگر امور بدستور ہیں اس قانون کو کہتے ہیں	A. قانون تقییل افادہ مختتم B. قانون مساوی افادہ مختتم C. قانون طلب D. قانون تقییل حاصل
7	Journal is prepared in	A. Columnar form B. Vertical form C. Horizontal form D. Row form
8	Subsidiary books are called books of	A. Original entry B. Secondary entry C. Final entry D. Basic entry
9	Any activity undertaken for the purpose of earning profit is called:	A. Performance B. Dealing C. Business D. Duties
10	Receipts which are non-recurring by nature:	A. Capital receipts B. Revenue receipts C. Short term receipts D. Capital profit
11	The balance of the 'Caha Column' in cash book is always:	A. Debit balance B. Credit balance C. Both debit and credit balance D. None of the above
12	A prepaid expense is	A. An asset B. A liability C. An expense D. An income
13	In the preparation of the worksheet the amounts on the trail balance columns are taken directly from	A. Journal B. Ledger C. Trail balance D. Transaction
14	The _____ is not a part of the permanent accounting record	A. worksheet B. Journal C. Ledger D. Trail balance
15	When the goods are returned to the suppliers, an intimation is sent to them is called	A. Currency note B. Invoice C. Debit note D. Credit note

		D. Credit note
16	Outstanding expense given in adjustment is called	A. An asset B. A gain C. An expense D. A liability
17	Transaction, having short-term effects are known as	A. Revenue transaction B. Capital transaction C. Non-monetary transaction D. Paper transaction
18	Income received in advance during the year is	A. Prepaid Expenses B. Accrued Income C. Advance Expenses D. Advance Income
19	The debts, which are irrecoverable from the debtors, are called	A. Debts B. Doubtful debts C. Bad debts D. Good debts
20	How many categories of accounts are	A. two B. three C. four D. five