

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

Sr	Questions	Answers Choice
1	An error completely omitted to be entered in the journal	A. partial error B. error of posting C. error of casting D. <b>complete error</b>
2	The cash book is a	A. Subsidiary Journal B. Ledger Account C. <b>Subsidiary Journal and Ledger</b> D. Trial Balance
3	Stock is trade is a	A. <b>Current asset</b> B. Non-current asset C. Quick asset D. Intangible asset
4	Expenditure, which helps to maintain the business efficiency is called	A. <b>Revenue expenditure</b> B. Deferred expenditure C. Capital expenditure D. Future expenditure
5	An expenditure, incurred to improve the position of the business is known as	A. Deferred expenditure B. Revenue expenditure C. <b>Capital expenditure</b> D. Recurring expenditure
6	Pass book is prepared by	A. Debtor B. Creditor C. <b>Banker</b> D. Customer
7	A dealing between two persons is called a	A. business B. <b>transaction</b> C. purchases D. sales
8	The accounts of expenses, incomes, losses and gains	A. real accounts B. valuation accounts C. <b>nominal accounts</b> D. personal accounts
9	The debts, the recovery of which is uncertain are called	A. Unbelievable debts B. unrealized debts C. <b>doubtful debts</b> D. both b and c
10	Bank reconciliation statement is prepared by	A. Banker B. <b>Customer's accountant</b> C. Auditors D. Manager
11	A sale of Rs. 1000 to Farid, was credited to his account, it will affect	A. Sales account B. <b>Farid account</b> C. Cash account D. Both a & b
12	The document evidencing cash receipts and payments and forming the basis for making entries in the cash book is called:	A. Receipt voucher B. Payment voucher C. <b>Cash voucher</b> D. Cash memo
13	Which one of the following is appeared in the balance sheet ?	A. revenue expenditure B. capital expenditure C. deferred revenue D. <b>both b,c</b>
14	Which account is a summary of direct expenses and direct revenues	A. Trading and profit or loss account B. Profit or loss account C. Balance sheet D. <b>Trading account</b>
15	Assets which have no physical existence are called	A. Tangible assets B. Fictitious assets C. Liquid assets D. <b>Intangible assets</b>

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16 The book used to record all credit purchases is called:

A. Purchases book  
B. Purchase & return book  
C. Cash book  
D. Creditor book

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17 Capital contributed by the partners is a:

A. Revenue receipt  
B. Capital receipt  
C. Current receipt  
D. Deferred receipt

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18 Narration is always written:

A. Above each entry  
B. Below each entry  
C. Between of each entry  
D. None of these

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19 Book used to record petty expenses and receipts

A. Single Column Cash Book  
B. Petty Cash Book  
C. Double Column Cash Book  
D. Treble Column Cash Book

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20 A book which is used to record small expenses is called

A. Expenses book  
B. Cash book  
C. Petty cash book  
D. Purchases book

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