

Principles of accounting Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Any difference in trial balance is transferred to	A. sales account B. nominal account C. purchases account D. suspense account
2	The rules of the debiting the receiving and crediting the giver is applicable to:	A. Persona account B. Real account C. Nominal account D. Expense account
3	Income received in advance during the year is	A. Prepaid Expenses B. Accrued Income C. Advance Expenses D. Advance Income
4	Assets which have no physical existence are called	A. Tangible assets B. Fictitious assets C. Liquid assets D. Intangible assets
5	Deprecation is	A. A Liability B. A loss C. An expense D. Both b & c
6	Drawings are deducted from	A. Sales B. Income C. Capital D. Expenses
7	Preliminary expenses incurred before the commencement of business	A. revenue expenditure B. capital expenditure C. deferred revenue expenditure D. capital loss
8	Income tax paid is a	A. Business Expense B. Business Revenue C. Business Liability D. Personal Expense
9	Cheques issued to a creditor but not presented for payment are called	A. Un Credited Cheques B. Uncollected Cheques C. Un Presented Cheques D. Dishonoured Cheques
10	How many columns are drawn on one side of three column cash book ?	A. Five Columns B. Six Columns C. Seven Columns D. Eight Columns
11	Personal account are related to:	A. Assets and liabilities B. Expenses, losses C. Customers, creditors etc. D. Incomes
12	The favorable balance of cash book bank column is	A. Credit balance B. Debit balance C. Both debit and credit balance D. None of these
13	The const concept applied only to the assets and not to:	A. Expenses B. Liabilities C. Incomes D. None of these
14	Bill receivable book represents	A. Ledger B. Journal C. Trail balance D. All of above
15	A book which is used to record small expenses is called	A. Expenses book B. Cash book C. Petty cash book D. Purchases book

16	Received a cheque from Bilal Rs. 1900 in full settlement of his debt Rs. 2000 should be debited to	A. Cash account B. Discount allowed account C. Bank account D. Both a & b
17	When bank column of a cash book shows a credit balance, it means:	A. Cash balance B. Bank balance C. Under draft D. Over draft
18	Carriage account is a/an	A. asset account B. revenue account C. expenditure A/c D. withdrawal account
19	If the gross profit is Rs. 5000 and the net profit is 35% of the gross profit then the expenses must be	A. 3250 B. 1250 C. 3750 D. 1750
20	Distinction between capital and revenue items is important for the preparation	A. Balance sheet B. Trading and profit or loss a/c C. Bank reconciliation statement D. Both a & b