

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

Sr	Questions	Answers Choice
1	Unearned income are known as:	A. Incomes B. Expenses C. Liabilities D. Assets
2	Octori duty paid on machinery, is an example of	A. Revenue expenditure B. Recurring expenditure C. Capital expenditure D. Both a & b
3	A trial balance can be constructed by	A. Three Methods B. Two Methods C. Four Methods D. Five Methods
4	Some expenses are incurred at the time of the sate of an asset. The Amount will be debited to:	A. Assets account B. Expenses account C. Cash account D. Purchases account
5	paid to Nadeem cash Rs. 5000 and a cheque for Rs. 4800 in full settlement of his dues Rs. 10000 should be credited to	A. Cash account B. Bank account C. Discount received account D. All of these
6	Wages paid of installing a machine should be debited to	A. Wages a/c B. cash a/c C. Machinery a/c D. None of these
7	Usually every _____ entry affect both income statement and balance sheet	A. Adjusting B. Work sheet C. Balance sheet D. Ledger
8	The money can be deposited into bank by means of	A. Cash book B. Cheque book C. Pay-in-slip book D. Pass book
9	Expenditure is a capital expenditure because	A. The amount involved is heavy B. It is the personal expenditure of the owner out of his capital C. It is intended to benefit the future period D. It is a recurring expenditure
10	Position statement is similar to a	A. Trial balance B. Balance sheet C. Financial statement D. Bank reconciliation statement
11	All revenue expenditure are taken to	A. Trading a/c B. Trading & profit or Loss a/c C. Profit or loss a/c D. Balance sheet
12	Wages paid for installing a machine should be debited to	A. Wages a/c B. Cash a/c C. Machinery a/c D. none of these
13	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
14	Which book is used to record all cash receipts and cash payments?	A. Sale book B. Purchase book C. Cash book D. Petty cash book
15	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
16	A book which is used to record small expenses is called	A. Expenses book B. Cash book C. Petty cash book D. Purchases book
17	All the transactions related to credit sales are recorded in	A. Sales returns book B. Sales book C. Cash book D. Credit note book
18	Office rent is a	A. Financial Expense B. Abnormal Loss C. Management Expense D. Maintenance Expense
19	Rent account' is a kind of:	A. Real account B. Personal account C. Nominal account D. Capital account
20	A Ledger is a book in which	A. Only Personal & Cash Accounts are Opened B. Only Real Accounts are Opened C. Only Nominal Accounts are Opened D. All Real, Nominal and Personal Accounts are Opened