Principles of accounting Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	The accounts of expenses, incomes, losses and gains	A. real accounts B. valuation accounts C. nominal accounts D. personal accounts
2	Goods sold to Ali for Rs. 50,000 recorded in purchases day book will affect	A. purchases A/c B. sales account C. purchases, sales & Ali account D. purchases & sales account
3	Any mistake in ledger can be easily detected with the help of:	A. Journal B. Balance sheet C. Trial balance D. Financial statement
4	Cash account is concerned with:	A. Real account B. Personal account C. Nominal account D. Capital account
5	The cash book is a book of	A. Compound entry B. Original entry C. Final entry D. Simple entry
6	Error of posting effects:	A. One account B. Two accounts C. Three accounts D. Four accounts
7	The process of recording business transaction in the journal is called	A. Posting B. Journalizing C. Classifying D. Entry
8	All expenses connected with the office and its conduct are called	A. Selling expenses B. Marketing expenses C. Service expenses D. Administrative expenses
9	Modern system of bookkeeping is	A. single entry system B. double entry system C. modern system D. none of these
10	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
11	The statement which contains the explanation of different in cash book and bank statement is known as:	A. Bank statement B. Cash statement C. Balance statement D. Bank reconciliation statement
12	From business point of view, Interest on capital is considered as	A. An income B. An expense C. A profit D. A liability
13	A transaction has been journalized but posted wrongly in the ledger account, it is an:	A. Error of positing B. Error of principle C. Error of omission D. Error of commission
14	Ahmad's account is an example of	A. real account B. personal A/c C. nominal account D. none of these

15	The process of totaling the data at the end of the period is called	A. Posting B. Casting C. Compensating D. Recording
16	All cash purchases and cash sales are recorded in:	A. Sales book B. Purchases book C. Both a & b D. Cash book
17	Goodwill, patent, copyright are classified as	A. Current Assets B. Fixed Assets C. Tangible Assets D. Wasting Assets
18	A schedule of balances of all accounts is called	A. Journal B. Ledger C. Balance Sheet D. Trial Balance
19	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
20	Ledger Records Transaction in a/an	A. Chronological Order B. Daily order C. Arithmetical Order D. Analytical Order