

Principles of Accounting Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	The difference of the two sides of receipt and payment account represents.	A. Opening cash balance B. Closing cash or bank balance C. Opening bank balance D. None of these
2	The persons who have entered in partnership are collective called.	A. A firm B. Agents C. Partners D. Promoters
3	Income and expenditure account is prepared on.	A. Cash basis B. Accrual basis C. Cash of accrual basis D. None of these
4	Acceptance received during the period must be debited to bills receivable account and credited to.	A. Total bills receivable account B. Total debtors account C. total cash account D. Total bills receivable account
5	Depreciation fund method is also known as.	A. Sinking fund method B. Annuity method C. Sum-of-year's digit method D. None of these
6	The Decision in Garner Vs. Murray was given in.	A. 1905 B. 1904 C. 1804 D. 1933
7	Subscription Received in advance is.	A. An income B. An asset C. Liability D. An expenditure
8	The credit balance of the retained earnings statement represents.	A. Undistributed Profit B. Dividend declared C. Profit distributed D. None of these
9	Non-profit seeking organization income and expenditure account performs the same function as profit seeking organization's	A. Trading and profit and loss account B. Balance sheet C. Bank account D. Petty cash book
10	The abnormal loss on consignment is credited to.	A. Consignment account B. Consignment personal account C. Profit and loss account D. Goods sent on consignment account
11	Income and expenditure account is debited with all.	A. Expenses B. Incomes C. Liabilities D. Assets
12	The dividend paid to the shareholders during the financial year is.	A. Redeemable debentures B. Irredeemable debentures C. Repayable debentures D. None of these
13	The consignment inward book or journal is maintained by.	A. Consignor B. Consignee C. Customer D. Debtors
14	If the price required to be paid to the company for the share is more than nominal value of that share, it is called.	A. At discount B. At premium C. At par D. None of these
15	A person who is elected to run the club	A. Treasurer B. Secretary C. Chairperson

D. President

16 Bills payable issued during the period must be debited to total creditors account credited to.

- A. Bills payable account
- B. Bills receivable account
- C. Debtors account
- D. Cash account

17 The amount payable to the retiring partner is shown in the balance sheet of partnership as.

- A. Capital
- B. Loan
- C. Investment
- D. Assets

18 Interest on dividend is paid.

- A. At the end of financial period
- B. During the financial year
- C. At the time of incorporation
- D. At the time of winding of company

19 Income and expenditure account is usually accompanied by.

- A. Trial balance
- B. Balance sheet
- C. Income and gains
- D. Liabilities

20 Receipt and payment account starts with the.

- A. Opening balance
- B. Ending balance
- C. Beginning or ending balance
- D. None of these