

Principles of Accounting Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	The relation ship between consignor and consignee is that of.	A. Buyer and seller B. Debtorsde creditor C. Whole seller or retailer D. Principal and agent
2	Receipts and payments account records the transactions of	A. Revenue nature B. Capital nature C. Revenue and capital nature D. None of these
3	How many methods are available to calculate the profit or loss under single entry system,	A. One B. Two C. Three D. Four
4	Profit on revalutin is to be caredited to old partners in their	A. Sacrificing ratio B. New profit shiaring ratio C. Old prift sharing ratio D. Equal prift sharing ratio
5	Debit side of income and expenditur eaccount records.	A. Expenses and losses B. Income and gains C. Assets D. Liabilities
6	Depreciation caused by some external amoutn of anual depreciation gradully.	A. Increase B. Decrease C. Remain constant D. None of these
7	Investment in partnership is made byintroducing.	A. Cash B. Non cash assets C. Cash or non cash assets D. None of these
8	The profit on the revaluation of the assets and liabilities o the retirement of the partner should be credited to.	A. All partners capital accounts B. Only retiring partners capitals accounts C. Remaingng partners capital account D. None of these
9	Which of the following method is suitable for charging depreciation an machinery and furniture.	A. Straight line method B. Diminishing balance method C. Depreciation on fixed method D. Annuity method
10	Profit and loss on revaluation at the time of retirement must be transferred to the partners in.	A. Capital ratio B. Old profit sharing ratio C. New profit sharing ratio D. Gaining ratio
11	The value of the share as quoted on the stock exchange is said to be	A. Par value B. Book value C. Cost value D. Market value
12	Double entry system means	A. The recording of same things twice B. Double accounting C. The two sides of every transaction are recorded D. Entry at two dates
13	If the good will raised at the time of retirement of a partner is to be written off, then the capital accounts of the remaiing partners are debited in.	A. Capital ratio B. Old profit sharing ratio C. New profit shiaring ratio D. None of these
14	The balance of realization account is transferred to the capital accounts of the partners in.	A. Capital ratio B. Equality C. Interest ratio D. Profit sharing ratio

15	The term Depletion is used with reference to.	A. Tangible assets B. Intangible assets C. Current assets D. Fixed assets
16	To calculate the value of capital both at the beginning and at the end of year in single entry system we prepare,	A. Balance sheet B. Trading account C. Trial balance D. Statement of affairs
17	The powers of company are governed by the.	A. Shareholders B. Memorandum of association C. Prospectus D. Articles of association
18	Ordinary shares are also known as.	A. Equity shares B. Deferred shares C. Bonus shares D. Preference shares
19	Under single entry system information relating to expenses must be ascertained from the analysis of.	A. Debtors account B. Creditors account C. Sales book D. Cash book
20	The Decision in Garner Vs. Murray was given in.	A. 1905 B. 1904 C. 1804 D. 1933