

Principles of Accounting Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	The amount of share capital with which a company is registered is called.	A. Authorized capital B. Issued capital C. Paid up capital D. Called up capital
2	The face value of the share is also known as.	A. Book value B. Par value C. Market value D. None of these
3	Good will is	A. Expense B. Profit C. Assets D. Liability
4	Premium on issue of share is a.	A. Capital profit B. Business loss C. Revenue profit D. Revenue loss
5	The debentures which are repayable at the end of a specified period are termed as.	A. Redeemable debentures B. Irredeemable debentures C. Repayable debentures D. None of these
6	Not worth method is equal to.	A. Liabilities - assets B. Assets - liabilities C. Capital + assets D. None of these
7	The gradual decrease in the value of the fixed assets due to its use in the business is called.	A. Depreciation B. Depletion C. Amortization D. Fluctuation
8	In cash book	A. Each entry is followed by narration B. Ledger reference is recorded C. Each transaction is recorded in chronological order D. All of the above
9	The depreciation charged to motor car account will be debited to.	A. Depreciation account B. Motor car account C. Cash account D. None of these
10	Depreciation caused by some external amount of annual depreciation gradually.	A. Increase B. Decrease C. Remain constant D. None of these
11	At the end of the year non trading institutions prepare.	A. Profit and loss account B. Income and expenditure account C. Manufacturing account D. None of the above
12	Income and expenditure account is equivalent to the.	A. Receipt and payment account B. Balance sheet C. Cash book D. Profit and loss account
13	The profit on revaluation of assets and liabilities on the retirement of the partners should be credited to the capital account of.	A. All the partners B. Retiring partner C. Remaining partner D. None of these
14	Under diminishing balance method, depreciation is calculated on.	A. The original cost B. The scrap value C. Book value D. All of the above
15	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

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16	If the goods will raised at the tim e of admissionof a new partner will be written off in.	A. Old prifit sharing ratios B. Capitals ratios C. New profit - Old ratios D. Sacrificing ratios
17	If some proparty is owned jointly with out any attention to carry on a business it is called.	A. Partnership B. Co- ownership C. Sole ownership D. Agency
18	In single entry system both the aspects, debit and credit of a transaction are not recorded soit is.	A. Incomplete and unscientific B. Complete and scientific C. Incompleted and scientific D. Complete and unscientific
19	Those debentures wihch carry no security as to payment of interest or repayment of principal, are known as.	A. Morigage debentures B. Secured debentures C. Simple or naked debentures D. None of these
20	A statement of assets and liabilities is prepared under the single entery system is called.	A. Balance sheet B. Financial statement C. Statement of affair D. Cash transaction