

Principles of Accounting Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	The method is specially suited to natural surces is said to be	A. Annuity method B. Depletion method C. Revaluation method D. Sum of digit method
2	Under single entry system sometimes,	A. Double aspects of a transaction are recorded B. Single aspect of a transaction is recorded C. No aspect of a transaction is recorded D. All of the above
3	Interest is debited to assets account uder the.	A. Annuity method B. Depreciation fund method C. Insurance policy method D. Depletion method
4	To calculate the true net profit or net loss in single entry system it is necessary that the amount of fresh capital should be subtracted from,	A. Adjusted closing capital B. Closing capital C. Cash in hand D. Cash at bank
5	An income and expenditure account is.	A. Normal account B. Real account C. Persoanl account D. None of these
6	A prospectus for subscription of shares can be issued only by.	A. Public company B. A private company C. Both public and private company D. None of these
7	Depreciation caused by some external amoutn of anual depreciation gradually.	A. Increase B. Decrease C. Remain constant D. None of these
8	For the firm, interest on drawing is.	A. Expense B. Income C. Liability D. None of these
9	In appearance, the statement of affairs, is similar to a.	A. Balance sheet B. Profit and loss account C. Trading account D. Bank Reconciliation statement
10	Normaly the discount on the shares should not exceed from	A. Five percent B. Eight percent C. Twenty percent D. Ten percent
11	In consignmetn all the expenses either paid by the consiger himself or by the consignee are born by the.	A. Consignor B. purchaser C. Consignee D. None of these
12	In single entry system ledger contains the accounts of,	A. Debtors, creditors and cash B. Wages and carriage C. Salaries and insurance D. Assets and liabilities
13	Revaluation account is a.	A. Real account B. Personal account C. Cash account D. Nominal account
14	On retirement of a partner the share of a retiring partner is taken by.	A. Remaining partner B. New partner C. Legal representator or retiring partner D. None of these

15	The process of writing off intangible assets patent right, good will etc is called.	A. Depreciation B. Fluctuation C. Amortization D. depletion
16	Net worth method is equal to.	A. Liabilities - assets B. Assets- liabilities C. Capital + assets D. None of these
17	The persons who have entered into two partnership are individually called.	A. Agents B. Partners C. A firm D. Vendor
18	Consignee is.	A. A principal B. An agent C. A debtor D. A creditor
19	Kind of company is.	A. 2 B. 3 C. 4 D. 5
20	According to companies ordinance, single entry system cannot be adopted by,	A. Sole proprietorship B. Partnership C. "a" and "b" D. Joint stock companies