

Principles of Accounting Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	Debenture holders are.	A. Creditors B. Owners C. Customers of the company D. Debtors
2	In increased net worth method, profit or loss is calculated by preparing,	A. Income and expenditure account B. Profit and loss account C. Statement of profit or loss D. Balance sheet
3	Current account of the partners should be opened when the capitals are.	A. Fluctuating B. Fixed C. Either fixed or fluctuating D. Neither fixed or fluctuating
4	In case of retirement of a partner's full good will is credited to the account of.	A. Only retiring partner B. Only remaining partners C. All partners D. None of these
5	Depreciation is	A. An Income B. An expense C. A loss D. A liability
6	The amount payable to the retiring partner is shown in the balance sheet of partnership as.	A. Capital B. Loan C. Investment D. Assets
7	Depreciation is charged on.	A. Fixed tangible assets only B. Fixed intangible assets only C. Current assets only D. None of these
8	Single entry system can not be maintained by.	A. Sole owner B. Partnership concern C. Joint stock companies D. All of the above
9	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
10	Bad debt written off always affect the	A. Debtor's account B. Creditors account C. Cash account D. All of the above
11	The opening and closing balance of bills Receivable can be calculated by preparing the.	A. Total debtors accounts B. Total creditors account C. Bills Receivable accounts D. Sales accounts
12	In case of private company minimum number of shareholders are.	A. Six B. Seven C. Ten D. Two
13	If any partner takes over any asset at the time of dissolution then it should be debited to.	A. Partner's capital accounts B. Realization account C. Cash account D. None of these
14	Non-profit making organizations	A. Buy goods B. Manufacture goods C. Sell goods D. None of these
15	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

16	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
17	The charter of the company containing the objects of whihc for company is being formed is called.	A. Articles of association B. Prospectus C. Memorandum of associaton D. Notice
18	Accured subscripttion represents.	A. An expense B. An income C. An asset D. A liability.
19	The retired is one who has	A. Died B. Withdraw his capital C. Bought his capital D. Decreases his capital
20	In single entrey system statements of assets and liabilities is called.	A. Balance sheet B. Statement of Affair C. Trial balance D. Income statement