

Principles of Accounting Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	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
2	The persons to whom the goods are dispatched for the purpose of sales is called.	A. Debtor B. Consignee C. Consignor D. None of these
3	If any partner takes the responsibility to pay the liabilities of the firm at the time of dissolution then it should be credited to.	A. Partner's capital account B. Realization account C. Liabilities accounts D. Cash accounts
4	A person who invests the minor portion of capital in the business and so he has small share in the profit is called.	A. Senior partner B. Junior partner C. Quasi partner D. Nominal partner
5	Del-credere commission is allowed to cover.	A. Normal losses B. Abnormal losses C. Loss due to bad debts D. None of these
6	Gaining ratios are equal to.	A. New Ratio - Old ratio B. Old ratio - New ratio C. New Ratio + old ratios D. Capital ratios - New Ratios
7	An income and expenditure account is.	A. Normal account B. Real account C. Personal account D. None of these
8	A certificate issued by the company under its seal acknowledging a debt due by it to its holder, is called.	A. Debenture B. Certificate of commencement C. Acknowledge certificate D. None of these
9	Where a partner becomes of unsound mind the dissolution is considered as.	A. Dissolution by court B. Dissolution by Notice C. Dissolution by agreement D. Compulsory dissolution
10	A. Book value B. Scrap value C. Market value D. None of these	
11	If the price required to be paid to the company for the share is equal to the nominal value of that share it is called.	A. At discount B. At premium C. At par D. None of these
12	In the absence of any agreement Reserve on dissolution of a partnership firm is credited to the partners.	A. In capital ratio B. In profit sharing ratio C. Equality D. None of these
13	Subscription outstanding in the beginning are shown in the	A. Trading account B. Income and expenditure account C. Balance sheet D. Profit and loss account
14	All transactions relating to non-profit seeking concerns are recorded in the books of account strictly according to	A. Single entry system B. Double entry system C. Treble entry system D. "a" and "b"
15	A company in which a member gives a guarantee to contribute a specified sum to the company if it is being wound up is called.	A. Limited company B. Un limited company C. Company limited by guarantee D. Chartered company

16	In the books of consignor, the loss on the consignment should be credited to.	A. Consignment account B. Consignee's account C. Profit and loss account D. Goods sent on consignment
17	Debit side of income and expenditure account records.	A. Expenses and losses B. Income and gains C. Assets D. Liabilities
18	We cannot prepare the trial balance and precise balance sheet under,	A. Single entry system B. Double entry system C. "a" and "b" D. Barter system
19	Income and expenditure account is credited with all.	A. Expenses B. Incomes C. Assets D. Liabilities
20	Amount of to the outgoing partner is shown in the balance sheet as his.	A. Liability B. Loan C. Capital D. Assets