

Principles of Accounting Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	Single entry system is suitable where,	A. Small amount of cash transactions are more B. Large amount of cash transaction are more C. Smallamount of cash transaction are more D. Largeamount of cash transaction are more
2	Income and expenditure account is credited with all.	A. Expenses B. Incomes C. Assets D. Liabilities
3	The expense incurred by the oconsignee in connection with the sale of the consignment goods are debited to.	A. Consignment account B. Cash account C. Consignor account D. None of these
4	Share application account is in the nattur eof.	A. Real account B. Personal account C. Nominal account D. None of the above
5	Kind of company is.	A. 2 B. 3 C. 4 D. 5
6	The amount of assets may rise of fell on account of.	A. DepreciationB. FluctuationC. DepletionD. Amortization
7	Those debentures which 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
8	Due to drawings made during the year, the closing capital will,	A. Increase B. Decrease C. Constant D. Multiply
9	A new partner may be admitted to a partnership.	A. With the consent of all the partners B. With the consent of any one of the partners C. With consent of two third the old partners D. Without the consent of old partners
10	Debenture holders are.	A. Creditors B. Owners C. Customers of the company D. Debtors
11	The method is specially suited to natural surces is said to be	A. Annuity method B. Depletion method C. Revalution method D. Sum of digit method
12	A partner who is newly admitted to the firm with the consent of all the parties is called.	A. Salaried partner B. Incoming partner C. Junior partner D. Minor partner
13	The debentures which are repayable at the end of a specified period are termed as.	A. Redeemeble debentures B. Irredeemable debentures C. Repayable debetures D. None of these
14	A company comes into existence when the registrar issue the	A. Prospectus B. Certificate of incorporation

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15	In case of retirement the amount of the general reserve any other profit is credited to all partners in.	A. Sacrificing RatiosB. New profit sharing ratiosC. Old prift sharing ratiosD. Gaining ratios
16	The value of an asset at the end of the working life is called.	A. Book value B. Scrape value C. Market value D. None of these
17	In cash of net worth method of sigle entery system net profikt is ascertained by.	A. Prepareing the trading and profit and account B. By cimparing the capitals in the beginning and at the end of the accounting period. C. Capital closing + Drawing - fresh capital - opening capital D. Capital opening+ Drawing - fresh capital-closing stock
18	The figure of the credit purchase can be worked out.	A. Total debtors account B. Total creditors account C. Cash book D. Balance sheet
19	The consignee acts entirely on behalf of the	A. Debtors B. Creditors C. Customer D. Principal or consignor
20	Lagacies are generally treated as.	A. Income B. Capitalized C. Assets D. Liability