

Principles of Accounting Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	If the price required to be paid to the company for the share is more than nominal value of that share, it is called.	A. At discount B. At premium C. At par D. None of these
2	the profit on consignment in the books of the consignor should be debited to.	A. Consignment account B. Profit and loss account C. Consignee 's account D. None of these
3	A person who purchases the share of the company becomes its.	A. Share holder B. Debenture holder C. Under writer D. Promoter
4	A partner does not take an active partner in the management firm is called.	A. Active partner B. Senior partner C. Dormant of sleeping partner D. Nominal partner
5	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
6	Example of non-profit making organization	A. Fan factory B. Sugar industry C. Hospital D. Shoe factory
7	The charter of the company containing the objects of which for company is being formed is called.	A. Articles of association B. Prospectus C. Memorandum of association D. Notice
8	Debit creditor commission is calculated on.	A. Total sales B. Cash sales C. Credit sales D. None of these
9	The rules and regulations governing the internal management and administration of the company are called.	A. Memorandum of association B. Articles of association C. Prospectus D. None of these
10	If some property is owned jointly without any intention to carry on a business it is called.	A. Partnership B. Co- ownership C. Sole ownership D. Agency
11	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. Triple entry system D. "a" and "b"
12	the loss which arises due to natural causes such as evaporation etc is called.	A. Abnormal loss B. Normal loss C. Additional loss D. None of these
13	In single entry system both the aspects, debit and credit of a transaction are not recorded so it is.	A. Incomplete and unscientific B. Complete and scientific C. Incomplete and scientific D. Complete and unscientific
14	Share application account is in the nature of.	A. Real account B. Personal account C. Nominal account D. None of the above
15	The total amount of capital, in case of company is divided into small units, these units are called.	A. Bonds B. Cheque C. Share D. Reserve

16	The profit earned prior to the date of incorporation is.	A. Revenue profit B. Capital profit C. Capital gain D. Revenue gain
17	The profit on the revaluation of the assets and liabilities on the retirement of the partner should be credited to.	A. All partners capital accounts B. Only retiring partners capitals accounts C. Remaining partners capital account D. None of these
18	The dividend paid to the shareholders during the financial year is.	A. Final dividend B. Interim dividend C. Unclaimed dividend D. Proposed dividend
19	Receipt and payment account is prepared at the.	A. Start of the year B. End of the year C. Mid of the financial year D. None of these
20	How many methods are available to calculate the profit or loss under single entry system.	A. One B. Two C. Three D. Four