

Principles of Accounting Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	Under which method the book value of the fixed assets can be reduced to zero after certain year	A. Diminishing balance method B. Straight line method C. Depreciation fund method D. Deflation method
2	The consignment outward books or journal is maintained by.	A. Customers B. Consignor C. Consignee D. Debtors
3	Amount of to the outgoing partner is shown in the balance sheet as his.	A. Liability B. Loan C. Capital D. Assets
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	Consignment account is in the nature of.	A. Profit and loss account B. Real account C. Personal Account D. None of these
6	Unclaimed dividend is shown as.	A. Asset B. Liability C. Deduction from paid up capital D. None of these
7	The basic club record or book of original entry in non-profit making organization	A. Purchase book B. Sales book C. Cash book D. "a" and "b"
8	The unsold stock is valued at	A. Original cost of the goods B. Market value of the goods C. Original cost price + proportionate direct expense incurred by the both consignor and consignee D. Cost of market price which ever is the lower.
9	In the absence of an agreement, interest on loan advanced by the partner to the firm is allowed at the rate of.	A. 5 percent B. 6 percent C. 8 percent D. 9 percent
10	Those debentures which carry no security as to payment of interest or repayment of principal, are known as.	A. Mortgage debentures B. Secured debentures C. Simple or naked debentures D. None of these
11	The agreement among the partners which sets out the terms in which they have agreed to form a partnership is called.	A. Partnership deed B. Arbitration clause C. Partnership at will D. None of these
12	The total amount received by the company out of the total called up amount is known as the.	A. Called up capital B. Paid up capital C. Issued capital D. Reserve capital
13	Capital of the partners are maintained under.	A. Fixed capital method B. Fluctuating method C. By any two of the above D. None of the above
14	If all the partners but one is solvent it is.	A. Compulsory dissolution of firm B. Dissolution by agreement C. Or may not cause dissolution D. None of these A. Debtors account

15	In single entry system nominal accounts and some assets accounts balances are not available so it is not possible to prepare,	B. Creditors account C. Trial balance D. Statement of affairs
16	The debentures which are repayable at the end of a specified period are termed as.	A. Redeemable debentures B. Irredeemable debentures C. Repayable debentures D. None of these
17	General reserve at the time of admission of a new partner is credited.	A. New partner capital account B. General reserve account C. Old partners capital account D. All partners capital account
18	In single entry system only.	A. Personal account are maintained B. Real account are maintained C. Nominal accounts are maintained D. None of the above
19	In single entry it is not possible to prepare	A. Trial balance B. Trading account C. Profit and loss account D. Balance sheet
20	The amount paid to person who was invited to deliver a lecture in a club is known as.	A. Honorarium B. Salary C. Wages D. None of these