

Principles of Accounting Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	Income and expenditur eaccount is prepared at the	A. Start of the year B. Mid of the year C. End of the year D. At the start and ed of the year
2	In single entry system real accounts are not maintained so the preparation of,	A. Correctly B. Effectively C. Wrongly D. Approximately
3	The relation ship between consignor and consignee is thet of.	A. Buyer and seller B. Debtorsde creditor C. Whole seller or retailer D. Principal and agent
4	Generatal reserve at the time of dissolution is transferred to	A. All partners capital accounts B. Realization account C. Solvent partners capital account D. Insolvent patner's capital account
5	Bills payable issued durint the period must be debited to total creditors account credited to.	A. Bills payable account B. Bills receivable account C. Debtora account D. Cash account
6	Current accoujts of the partners should be opened when the capital are.	A. Fixed B. Fluctuating C. Either fixed or fluctuating D. None of these
7	The partnership may come to an end due to the	A. Death of a partner B. Involency of a partner C. Both of the above D. None of these
8	Abnormal loss arises due to.	A. Natural causes B. Evaporation drying breaking in bulk C. Pilferage , theft fire etc. D. Some unavoidable causes
9	Consignment account is in the nature of.	A. Profit and loss account B. Real account C. Personal Account D. None of these
10	A receipts and payments account is similar to	A. An income and expenditure B. A statement of affair C. A cash or a bank account D. A profit or loss account
11	In case of banking business, the numerb of persons must not exceed.	A. Ten (10) B. Twenty (20) C. Twenty five(25) D. Fifty (50)
12	Which of the following term is used for the depreciation of wasting assets such as timber tree, mines, oil wells etc.	A. Depreciation B. Depletion C. Amortization D. None of these
13	Un recorded liability when paid on dissolution of the firmis debited to.	A. Realization account B. Liability account C. Partners capital account D. None of these
14	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

15	The powers of company are governed by the.	A. Shareholders B. Memorandum of association C. Prospectus D. Articles of association
16	If the debit side of the receipt and payment account exceeds the credit side it represents.	A. Bank overdraft B. Cash at bank C. Surplus balance D. Deficit balance
17	The shares of public limited company are.	A. Not refundable B. Not transferable C. Transferable D. No allotable
18	Value of the goodwill is calculated under capitalization formula.	A. $\frac{\text{Average profit}}{\text{reasonable return}} \times 100$ B. $\frac{\text{Reasonable return}}{\text{average profit}} \times 100$ C. $\frac{\text{Average profit} \times 100}{\text{reasonable return}}$ D. None of these
19	In case of dissolution, assets sold for cash are debited to	A. Realization account B. Cash account C. Assets account D. None of these
20	Under the conversion method of single entry credit sales are ascertained by preparing the.	A. Total debtors account B. Total creditors account C. Total cash account D. Total bills receivable account