

Principles of Accounting Icom Part 2 English Medium Online Test

| Sr | Questions | Answers Choice |
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| 1 | Single entry system is generally adopted by, | A. Small business concerns B. Large business concerns C. Medium business concerns D. All of the above |
| 2 | Debenture holders are. | A. Creditors B. Owners C. Customers of the company D. Debtors |
| 3 | Amount received by the concern as per the will of the donor is known as. | A. Lagacy B. Donation C. Subscription D. None of these |
| 4 | The abnormal loss on consignment is credited to. | A. Consignment account B. Consignment personal account C. Profit and loss account D. Goods sent on consignment account |
| 5 | 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 |
| 6 | In income and expenditure account | A. Expense are recorded on debit side B. Revenues are recorded on credit side C. Does not start with any opening balance D. All of the above |
| 7 | The amount of good will brought in cash by new partner will be credited to old partner in. | A. Gaining Ratio B. New Ratio C. Old Ratio D. Sacrifice Ratio |
| 8 | On the admission of a new partner the decrease in the value of assets is debited to. | A. Revaluation account B. Assets account C. Old partner's capital account D. New partner capital account |
| 9 | The figure of the bills receivable can be worked out from. | A. Total debtors account B. Total creditors account C. Trail balance D. Balance sheet |
| 10 | the activities of non-trading concern are managed by the. | A. Directors B. Member C. governing body D. Promoters |
| 11 | Lagacies are generally treated as. | A. Income B. Capitalized C. Assets D. Liability |
| 12 | 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 |
| 13 | To make provision for the replacement of the assets. the method to be used is. | A. Written down value method B. Annuity method C. Sinking fund method D. Insurance policy method |
| 14 | Income and expenditure account is debited with all. | A. Expenses B. Incomes C. Liabilities D. Assets |

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| 15 | If some property is owned jointly with out any attention to carry on a business it is called. | A. Partnership B. Co- ownership C. Sole ownership D. Agency |
| 16 | Receipts and payments account records transaction relating to | A. Past year B. Future year C. Present year D. All of the above |
| 17 | Depreciation is | A. An Income B. An expense C. A loss D. A liability |
| 18 | The agreement among the partners which sets out the term is which they have agreed to form a partnership is called. | A. Partnership deed B. Aribtratio clause C. Partnership at will D. None of these |
| 19 | A situation where a company receives more application than actual number of shares offered to the public for subscriptions is termed as. | A. Oversubscription B. Udner subscription C. No subscription D. None of these |
| 20 | For the firm, interest on drawing is. | A. Expense B. Income C. Liability D. None of these |