

## Principles of Accounting Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	For the commission due to the consignee on the sales of goods in the books of the consignor will be credited to.	A. Commission account B. Consignee's personal account C. Consignment account D. None of these
2	Subscription Received in advance is.	A. An income B. An assets C. Liability D. An expenditure
3	Normally the discount on the shares should not exceed from	A. Five percent B. Eight percent C. Twenty percent D. Ten percent
4	Un recorded liability when paid on dissolution of the firm is debited to.	A. Realization account B. Liability account C. Partners capital account D. None of these
5	Partnership is formed under the act of.	A. 1984 B. 1932 C. 1912 D. 1962
6	To calculate the value of capital both at the beginning and at the end of year in single entry system we prepare,	A. Balance sheet B. Trading account C. Trial balance D. Statement of affairs
7	Single entry system contains,	A. A daybook or general journal B. A cash book C. Ledger accounts for individual customers and creditors D. All of the above
8	Depreciation is	A. An Income B. An expense C. A loss D. A liability
9	Account sales is submitted by.	A. To the consignor B. To the consignee C. To the debtor to the creditors D. To the principal to his agent
10	A partner who does not take an active part in the management of the firm is called.	A. Active partner B. Senior partner C. Dormant or sleeping partner D. Nominal partner
11	Receipts and payments account shows	A. Debit and credit balances of ledgers B. Incomes and expenditures C. Cash receipts and payments D. Assets and liabilities
12	The person who takes the initiative in the matter of formation of a company is known as the.	A. Promoters B. Share holder C. Director D. Registered
13	Closing capital in single entry system is calculated by preparing,	A. Opening statement of affairs B. Closing statement of affairs C. Opening balance sheet D. Closing balance sheet
14	Net worth is equal to,	A. Assets - Liabilities B. Liabilities - Assets C. Liabilities + Capital D. Capital + Assets
15	Subscription received during the current year is.	A. An income B. An expenditure C. An asset

		D. An liability.
16	Arithmetical accuracy of the books of accounts cannot be checked under.	A. Single Entry system B. Double entry system C. None entry system D. Both a and b
17	Consignee account is of the nature of.	A. Personal account B. Nominal account C. Real account D. None of these
18	Depreciation caused by some external amount of annual depreciation gradually.	A. Increase B. Decrease C. Remain constant D. None of these
19	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
20	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