

Principles of Accounting - ICOM Part 1 Principles of Accounting Chapter 4 Short Question Preparation

Q1. Define journal folio.	
	The page number of the journal from where the transaction has been posted is mentioned in this column,This will help in e entry in the journal easily.
Q2. What i	s general journal?
Ans 1:	is a book of original to record in order of date and in detail the various transactions of a business concern,
Q3. What i	s narration?
Ans 1: 1	The short description put below each entry in the journal is called narration.
Q4. Why jo	ournal is called the book of original entry?
Ans 1: 8	Since the transaction is originally recorded first of all in the journal thus journal is also called the book original entry.
Q5. State r	ule of debit and credit for capital.
Ans 1:	ncrease in capital is credit and decrease is debited.
Q6. What i	s meant by ledger folio?
	The page number of ledger where the two concerned accounts have been posted are mentioned in this column, This will ating the entry in ledger, easily, It is used in journal.
Q7. Define	compound entry?
Ans 1: A entry.	An entry in which more than one account is debited or more than one account is credited is called as compound journal
Q8. What i	s Journalizing?

Ans 1: Act of recording a business transaction in General Journal; is called journalism.

Q9. Define journal.

Ans 1: It is a book of original entry to record in order of date and in detail the various transactions of a business concern.

Q10. Define two benefit of journal.

Ans 1: It is a book where transaction are first of all recording chronologically. After entries are posted to the journal the information are transferred to the ledger