

TEST

Accounts MCQ 3

QUESTIONS

SECTIONS

1. Section A - 20 Questions

Section 1 : Section A - 20 Questions

1 Assets & Liabilities are transferred to realization account at their _____ values

- ☐ Market
- ☐ Purchase
- ☐ Sale
- ☐ Book

Correct: +1

2 A donation received for a specific purpose is a _____

- ☐ Capital receipt
- ☐ Revenue receipt
- ☐ Liability
- ☐ Asset

Correct: +1

3 Purchase of stationary is a _____ expenditure

- ☐ Capital
- ☐ revenue
- ☐ Long term
- ☐ deferred revenue

Correct: +1

4 Excess of opening capital over the closing capital is considered as

- ☐ Income
- ☐ Profit
- ☐ Gain

☐ Loss

Correct: +1

5 Generally incomplete records are maintained by_____

- ☐ Trader
- ☐ company
- ☐ society
- ☐ government

Correct: +1

6 A bill drawn and accepted on 12th June 2014 for two months will be due for payment on _____

- ☐ 12th Aug, 2014
- ☐ 15th Aug, 2014
- ☐ 16th Aug, 2014
- ☐ 14th Aug, 2014

Correct: +1

7 A one month's bill drawn on 31st January, 2014 will be matured on _____

- ☐ 3rd Mar, 2014
- ☐ 28th Feb, 2014
- ☐ 29th Feb, 2014
- ☐ 2nd Mar, 2014

Correct: +1

8 The debenture which are recorded in the register of company are called_____ debenture

- ☐ simple
- ☐ register
- ☐ bearer
- ☐ open

Correct: +1

9 Generally current ratio should be_____

- ☐ 2:1
- ☐ 1:1
- ☐ 3:1
- ☐ 1:2

Correct: +1

10 In the absence of partnership deed the partners share profit & loss of the firm

- ☐ In the ratio of capital
- ☐ Equally
- ☐ As per rights in management
- ☐ On the basis of experience

Correct: +1

11 All receipts are the items of revenue income.

- ☐ True
- ☐ False

Correct: +1

12 Only cash transactions & personal transactions are recorded in Single entry.

- ☐ True
- ☐ False

Correct: +1

13 Noting charges are payable to the notary public on honor of bill

- ☐ True
- ☐ False

Correct: +1

14 Honour of a bill means payment in accordance with the apparent tenor of the bill

- ☐ True
- ☐ False

Correct: +1

15 If the partnership deed is silent, partners share profits and losses in their capital ratio

- ☐ True
- ☐ False

Correct: +1

16 Old partners profit & loss ratio is 2:3. New partner is admitted on 1/5 the share of profit. New profit & loss ratio will be 6:12:7.

- ☐ True
- ☐ False

Correct: +1

17 Gross profit depends upon net sales

- ☐ True
- ☐ False

Correct: +1

18 Basic objective of every organization to earn reasonable profit.

- ☐ True
- ☐ False

Correct: +1

19 The liability of shareholder of public limited company is limited.

- ☐ True
- ☐ False

Correct: +1

20 The interest on drawing is an income of the partnership firm.

- ☐ True
- ☐ False

Correct: +1

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ANSWERS

SECTIONS

1. Section A - 20 Questions

Section 1 : Section A - 20 Questions

- 1 Book
- 2 Capital receipt
- 3 revenue
- 4 Loss
- 5 Trader
- 6 14th Aug, 2014
- 7 3rd Mar, 2014
- 8 register
- 9 2:1
- 10 Equally
- 11 False
- 12 True
- 13 False
- 14 True
- 15 False
- 16 False
- 17 True
- 18 True
- 19 True
- 20 True