Principles of accounting Icom Part 1 English Medium Chapter 4 Online Test

Sr	Questions	Answers Choice
1	Discount deducted from the catalogue or list price is called:	A. Trade discount B. Cash discount C. Catalogue discount D. Credit discount
2	In three column cash book, discount column is	A. Totaled B. Balanced C. Carry Forward D. Both a and b
3	All the direct expenses are charged to:	A. Balance sheet B. Profit and loss account C. Trading account D. None of these
4	When saleable goods are bought in a business are called:	A. Sales B. Purchase C. Assets D. Goods
5	The owner of the business is known as:	A. Sale man B. Agent C. Proprietor D. Employee
6	Book used to record petty expenses and receipts	A. Single Column Cash Book B. Petty Cash Book C. Double Column Cash Book D. Treble Column Cash Book
7	Retiring a bill under rebate means:	A. Making payment for the bill before the due date B. Making payment for the bill after the due date C. Dishonouring bill D. None of the above
8	Unfavourable balance means	A. Credit Balance in the Pass Book B. Credit Balance in the Cash Book C. Debit Balance in Bank Statement D. Both b and c
9	The book in which all cash transactions are primarily recorded is called	A. Cheque Book B. Pass Book C. Cash Book D. Finance Book
10	Credit Balance of pass book must be equal to debit balance of	A. Cash Book B. Bank Ledger C. Clients other Account D. None of these
11	The cash book is a	A. Subsidiary Journal B. Ledger Account C. Subsidiary Journal and Ledger D. Trial Balance
12	The excess of gross profit on sale over total operating expenses is called:	A. Cost of goods sold B. Gross profit C. Net profit D. None-operating income
13	All the time of endorsement of a bill the drawer credits:	A. The drawee account B. The endorser's personal account C. Bill receivable account D. Endorser's account
14	Bank Reconciliation represents	A. A Journal B. A Ledger C. A Statement D. both a and c
15	The rules of the debiting the receiving and crediting the giver is applicable to:	A. Persona account B. Real account C. Nominal account

		D. Expense account
16	When boan statement shown a debit total balance it means:	A. Overdraft as per cash book B. Unfavourable balance as per cash book C. Favourable balance as per cash book D. Overdraft as per bank statement
17	When ban column of a cash book shows a debit balance it means:	A. Overdraft as per bank B. Unfavourable balance as per cash book C. Favourable balance as per cash book D. Favourable balance as per pass book
18	Petty cash book is a branch of	A. Pass Book B. Cash Book C. Journal D. Ledger
19	Bank reconciliation statement is prepared by	A. Banker B. Customers Accountant C. Auditor D. Manager
20	The balance of petty cash book is a/an	A. Asset B. Liability C. Expense D. Income