

Principles of accounting Icom Part 1 English Medium Chapter 10 Online Test

Sr	Questions	Answers Choice
1	Provision for the doubtful debts is debited to	A. Debtors a/c B. Provision for bad debts a/c C. Profit or loss a/c D. Bad debts recovered a/c
2	The debts, the recovery or realization of which is uncertain are known as	A. Bad bets B. Doubtful debts C. Provision for doubtful debts D. Loan
3	Bad debts recovered from debtors should be credited to	A. Debtors a/c B. Bad debts a/c C. Bad debts recovered a/c D. Cash a/c
4	Bad debts are business	A. Expenses B. Liabilities C. Assets D. Revenue
5	The debts, which are irrecoverable from the debtors, are called	A. Debts B. Doubtful debts C. Bad debts D. Good debts
6	The amount becomes due from the customers is called	A. Allowance B. Loan C. Debts D. Doubtful debts
7	Patent is an example of	A. Assets B. Liabilities C. Income D. Expense
8	Income tax paid is a	A. Business expense B. Revenue for business C. Liability of business D. Personal expense
9	Net loss is always	A. Equal to gross loss B. More than gross loss C. Less than gross loss D. None of these
10	Wages paid of installing a machine should be debited to	A. Wages a/c B. cash a/c C. Machinery a/c D. None of these
11	Net profit is always	A. Equal to gross profit B. More than gross profit C. Less than gross profit D. None of these
12	Interest on drawings is	A. An asset B. A liability C. An expense D. A revenue
13	Interest due but not received is an	A. Outstanding expense B. Accrued income C. Prepaid expense D. Unearned income
14	From business point of view, Interest on capital is considered as	A. An income B. An expense C. A profit D. A liability
15	Deprecation is	A. A Liability B. A loss C. An expense D. Both b & c

