

Principles of accounting Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	کسی شے کے مسلسل اور لگاتار استعمال سے مختتم افادہ میں کمی آتی جاتی ہے بشرطیکہ دیگر امور بدستور ہیں اس قانون کو کہتے ہیں	<p>A. قانون تقلیل افادہ مختتم</p> <p>B. قانون مساوی افادہ مختتم</p> <p>C. قانون طلب</p> <p>D. قانون تقلیل حاصل</p>
2	If the balance of suspense account is credit then it will be shown in balance sheet on	<p>A. Asset side</p> <p>B. Asset and liability side</p> <p>C. Asset and capital side</p> <p>D. Capital and liability side</p>
3	If amount for Rs. 554 recovered from Ali, previously written off as bad debts we should	<p>A. Debited to bad debts recovered account</p> <p>B. Credited to Ali account</p> <p>C. Debited to bad debts account</p> <p>D. Credited to bad debts recovered account</p>
4	When balance of suspense account has debit balance it will be shown in balance sheet on	<p>A. Liability side</p> <p>B. Capital side</p> <p>C. Asset side</p> <p>D. Credit side</p>
5	Any difference in trail balance, is transferred to	<p>A. Sales account</p> <p>B. Nominal account</p> <p>C. Purchases account</p> <p>D. Suspense account</p>
6	Errors, which do not affect on profit calculation, will have an effect only on	<p>A. Trail balance</p> <p>B. Balance sheet</p> <p>C. Profit or loss account</p> <p>D. Trading account</p>
7	Error which affects profit and loss account relates to	<p>A. Nominal account</p> <p>B. Property account</p> <p>C. Personal account</p> <p>D. None of these</p>
8	Wages paid for the erection of machine debited to wages account is an example of	<p>A. Error of omission</p> <p>B. Error of commission</p> <p>C. Error of principle</p> <p>D. None of these</p>
9	.If the error committed in the capital account, it will affect	<p>A. Trading account</p> <p>B. Profit and loss account</p> <p>C. Trading and profit and loss account</p> <p>D. Balance sheet</p>
10	A sale of Rs. 1000 to Farid, was credited to his account, it will affect	<p>A. Sales account</p> <p>B. Farid account</p> <p>C. Cash account</p> <p>D. Both a & b</p>
11	If any income omitted to be recorded it will	<p>A. Overstate the profit</p> <p>B. Understate the profit</p> <p>C. Both a & b</p> <p>D. having no effect on profit</p>
12	If any expense omitted to be recorded it will	<p>A. Overstate the profit</p> <p>B. Understate the profit</p> <p>C. Both a & b</p> <p>D. No effect on profit</p>
13	If there is any error in Bank account it will affect	<p>A. Trading and profit and loss account</p> <p>B. Profit and loss account</p> <p>C. Trading account</p> <p>D. Balance sheet</p>
14	The credit purchases were wrongly recorded in sales book, the rectification of entry	<p>A. Increase the net profit by double amount</p> <p>B. Decrease the net profit by double amount</p> <p>C. Decrease the net profit</p>

D. Increase the net profit

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Error of carry forward will affect

- A. Personal accounts
- B. Nominal accounts
- C. Impersonal accounts
- D. None of these