

## Principles of accounting Icom Part 1 English Medium Online Test

| Sr | Questions  | Answers Choice  |
|----|--|---|
| 1  | The book which is used to record all goods returned to us by our customers is called             | A. Returns outwards book B. Returns inwards book C. Sales book D. Cash book   |
| 2  | The book which is used to record all goods returned by us to our supplier is called              | A. Returns inwards book B. Purchases book C. Return outwards book D. Sales book   |
| 3  | All the transactions related to credit sales are recorded in                                     | A. Sales returns book B. Sales book C. Cash book D. Credit note book  |
| 4  | Which book is used to record all credit purchases?   | A. Purchases book B. Purchases book return C. Cash book D. Debit note book  |
| 5  | Which book is used to record all cash receipts and cash payments?                                | A. Sale book B. Purchase book C. Cash book D. Petty cash book   |
| 6  | Subsidiary books are called books of   | A. Original entry B. Secondary entry C. Final entry D. Basic entry  |
| 7  | Acceptance to Mr. A was posted to the debit of B's account. The rectification of the entry will. | A. Increase the net profit     B. Decrease the net profit     C. Have double effect on net profit     D. Have no effect on net profit                   |
| 8  | The revenue profit should be transferred to:   | A. Balance sheet B. Trading account C. Profit and loss account D. None of these   |
| 9  | The capital profit should be transferred to:   | A. Profit and loss account     B. Trading account     C. Balance Sheet     D. Both Trading and profit and loss account and balance sheet                |
| 10 | Unearned income are known as:  | A. Incomes B. Expenses C. Liabilities D. Assets   |
| 11 | A credit sale was wrongly passed through purchases book, the rectification of the entry will:    | A. Increase the net profit by, double amount B. Decrease the net profit C. Decrease the net profit by double amount D. Have no effect on the net profit |
| 12 | Some expenses are incurred at the time of the sate of an asset. The Amount will be debited to:   | A. Assets account B. Expenses account C. Cash account D. Purchases account  |
| 13 | The profit which is earned during the ordinary course of business is regarded as:                | A. Capital profit     B. Revenue profit     C. Revenue loss     D. Long term profit   |
| 14 | Capital contributed by the partners is a:  | A. Revenue receipt B. Capital receipt C. Current receipt D. Deferred receipt  |
|    |  | A. One account  |

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