

Principles of accounting Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Narration is always written:	A. Above each entry B. Below each entry C. Between of each entry D. None of these
2	Nominal account are related to:	A. Assets and liabilities B. Expenses, losses and incomes C. Customers, creditors etc D. Capital account
3	Real accounts are related to:	A. Assets B. Expenses, losses and incomes C. Customers, creditors D. Incomes
4	The concept of conservation will have the effect of:	A. Understatement of assets B. Under statement of liabilities C. Overstatement of assets D. None of the above
5	Any activity undertaken for the purpose of earning profit is called:	A. Performance B. Dealing C. Business D. Duties
6	Which cash is paid or received in an exchange the transaction is called:	A. Sale transaction nbsp; B. Cash transaction C. Credit transaction D. None of the above
7	The expenditures which reduce revenue (profit) of the business are:	A. Revenue expenditures B. Capital expenditure C. Fixed expenditures D. Future expenditures
8	The balance of the trading account is the transferred to:	A. Profit and loss account B. Balance sheet C. Work sheet D. Position statement
9	Trading account is the account which is prepared to determine the:	A. Only gross profit of the business B. Only gross loss of the business C. Gross profit or the gross loss of the business D. None of the above
10	Bill receivable account is a:	A. Nominal account B. Personal account C. Real account D. Expenses account
11	A bill of exchange is drawn by:	A. A debtor B. A creditor C. A holder D. Endorsee
12	Bank account is a:	A. Personal account B. Real account C. Nominal account D. None of these
13	The statement which contains the explanation of different in cash book and bank statement is known as:	A. Bank statement B. Cash statement C. Balance statement D. Bank reconciliation statement
14	All the transactions recorded to credit sales are recorded in:	A. Sale return book B. Sales book C. Cash book D. Debtor's book
15	The book use to record all credit purchases is called:	A. Purchases book B. Purchase return book C. Cash book

