

Principles of Accounting Icom Part 2 English Medium Online Test

Sr	Questions	Answers Choice
1	The objective of charging depreciation on fixed assets is.	A. Calculate the true net profit B. To provide funds for the replacement C. To reduce the tax liability D. All of the above
2	Value of the good will is calculated under capitalization formula.	A. Average profit / reasonable return x 100 B. Reasonable return / average profit x 100 C. Average profit x 100 / reasonable return D. None of these
3	The retired is one who has	A. Died B. Withdraw his capital C. Bought his capital D. Decreases his capital
4	The which is calculated at the time of retirement of partner is	A. Gaining ratio B. Serching ratio C. Capita ratio D. New ratio
5	Registered company is	A. 2 B. 3 C. 4 D. 5
6	Kind of company is.	A. 2 B. 3 C. 4 D. 5
7	A situation where a company receives more application than actual number of shares offered to the public for subscriptions is termed as.	A. Oversubscription B. Under subscription C. No subscription D. None of these
8	A situation where a company receives application for a less number of shares than offered to the public for subscription is termed as.	A. Oversubscription B. Under subscription C. No subscription D. None of these
9	The owner equity in a company is commonly called.	A. Shareholder equity B. promoters equity C. Directors equity D. None of these
10	premium on issue of shares is shown in.	A. Assets side of balance sheet B. Liabilities side of balance sheet C. Trading account D. Profit and loss account
11	The amount of share capital with which a company is registered is called.	A. Authorized capital B. Issued capital C. Paid up capital D. Called up capital
12	The debentures which does not carry any charges on the assets of the company.	A. Simple debentures B. Mortgage debentures C. Redeemable debentures D. None of these
13	Ordinary shares are also known as.	A. Equity shares B. Deferred shares C. Bonus shares D. Preference shares
14	Premium on issue of share is a.	A. Capital profit B. Business loss C. Revenue profit D. Revenue loss

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The face value of the share is also known as.

- A. Book value
 - B. Par value
 - C. Market value
 - D. None of these
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