

MGT-101 Final Term Exams Preparation Virtual University

| Sr | Questions | Answers Choice |
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| 1 | Which of the financial statement DO NOT show the financial health of a business at specific date? | A. Profit and Loss account B. Balance Sheet C. Statement of financial position |
| 2 | The favourable balance of profit and loss account should be: | A. added in liabilities B. subtracted from current assets C. Subtracted from liabilities D. added in capital |
| 3 | Accrued expenses are the example of | A. Current liability B. Long term liability C. Capital expenses |
| 4 | Gross profit > Operating expenses = ? | A. Net profit B. Cost of loss sold C. Net loss D. Gross loss |
| 5 | While making income and expenditure account, excess of income over expenses in a specified accounting is called : | A. Profit B. Loss C. Surplus D. Deficit |
| 6 | Bank book is a part of : | A. Voucher B. General journal C. General ledger D. trail balance |
| 7 | In an accounting if credit sale < debit side then the balance is known as : | A. Negative balance B. debit balance C. positive balance D. credit balance |
| 8 | What would be the affects on component of the accounting equation if goods are purchased on cash? | A. increase in cash and decrease in equity B. increase in cash and increase in goods C. increase in cash and decrease in goods D. decrease in cash and increase in equity |
| 9 | An asset that is not physical in nature is called ____ | A. intangible asset B. liquid assets C. current asset D. fixed asset |
| 10 | Word credit is derived from | A. latin B. english C. french D. chinese |