

Question	Answer1	Answer2	Answer3	Answer4	CorrectOption
A _____ means a generally accepted 'model' or an 'ideal'.	Standard	Draft	Transparency	Comparability	Answer1
The main functions of ASB is to prepare _____.	Accounts	Principle	Policy	Accounting Standards	Answer4
The choice of accounting policies depends upon the judgement of the _____ of the concern.	Management	Auditor	Accountant	Supplier	Answer1
Significant accounting policies are disclosed	Along with financial statements	In the books of accounts	Along with balance sheet	In the accounting software	Answer1
As per AS 1 the effect of any change in accounting policy on the value of any item in the final accounts should	Be reported to directors	Be reported to CEO	Be disclosed	Be ignored	Answer3
As per AS 1, disclosure of accounting policies should be made	At all relevant places	In Profit & Loss Account	In Balance Sheet	At one place	Answer4
AS - 2 deals with _____.	Consolidated Financial Statements	Earning Per Share	Lease	Accounting for Taxes on Income	Answer1
Dividend revenue is to be recognised when	The shareholder has a legal right to receive dividend	Board of directors recommends dividend	Dividend is actually received	Company's financial year ends	Answer1
Interest revenue should be recognised on	cash basis	time-proportion basis	the first day loan is given	on the day loan is repaid	Answer2
As per AS-1, disclosure of accounting policies should form part of	Director's Report	Auditor's Report	Books of Account	Financial Statement	Answer4
ICAI stand for	Institute of Chartered Accepted of In	Institute of Chartered Accountants of India	Institute of Cost Accounts of India	Implementation of Chartered Accounts of In	Answer2
According to AS 9, _____, which is the reward from investment in shares, are booked when the right to	Interest	Dividend	Sale of goods	Dividend	Answer2
Revenue from Hire purchase sale recognised when D Ltd. Sold goods worth Rs. 50,000 to Y. D agreed to give cash discount of Rs. 8,000. After sale was effected, According to AS 2 by the ICAI, inventory covers _____.	An agreement is signed	Goods are delivered	When down payment received	When last instalment is received	Answer4
_____ means finding out the proper valued at which the closing stock is to be brought in the books and	Rs. 50,000	Rs. 42,000	Rs. 35,000	Rs. 43,000	Answer1
_____ means finding out the proper valued at which the closing stock is to be brought in the books and	WIP arising under construction contract	Investments held as stock in trade	Goods purchased and held for resale	Inventories of livestock	Answer3
What is meant by investment activity?	Valuation of stock	Valuation of Goodwill	Valuation of Investment	Valuation of Fixed Asset	Answer1
What is meant by investment activity?	buying of goods or services	purchase of assets and investments	selling of goods or services	raising loans	Answer2
Capital receipts are _____ in nature	recurring	non-recurring	unproductive	wasteful	Answer2
Revenue receipts are _____ in nature	recurring	non-recurring	unproductive	wasteful	Answer1
Revenue receipts are _____ in nature	returnable	non-returnable	non-recurring	wasteful	Answer2
Addition of a new wing to the Factory is a _____	Revenue expenditure	Capital expenditure	Deferred revenue expenditure	Capital Receipt	Answer2
Revenue Expenditure means an expenditure _____	incurred only on goods or services	from which no benefits can be expected	from which no future benefits can be expected	None of the above	Answer3
Amount received from bank as a loan for working capital is a _____	Revenue Expenditure	Capital Expenditure	Deferred revenue expenditure	Capital Receipt	Answer4
Cost of hiring a machinery is a _____	Revenue Expenditure	Capital Expenditure	Deferred revenue expenditure	Capital Receipt	Answer1
Heavy advertisement expenditure _____	Revenue Expenditure	Capital Expenditure	Deferred revenue expenditure	Revenue Receipts	Answer3
Cost of petrol & oil. _____	Revenue Expenditure	Capital Expenditure	Capital Receipts	Revenue Receipts	Answer1
Purchase of new car for instruction purpose _____	Revenue Expenditure	Capital Expenditure	Capital Receipts	Revenue Receipts	Answer2

Rental income from letting out flat above office. _____	Revenue Expenditure	Capital Expenditure	Capital Receipts	Revenue Receipts	Answer4
Cash received in respect of insurance claims for damage to cars used for instruction purpose. _____	Revenue Expenditure	Capital Expenditure	Capital Receipts	Revenue Receipts	Answer4
Purchase of typewriter for office use _____	Revenue Expenditure	Capital Expenditure	Capital Receipts	Revenue Receipts	Answer2
Purchase of office stationary. _____	Revenue Expenditure	Capital Expenditure	Capital Receipts	Revenue Receipts	Answer1
Carriage outwards appearing in the trial Balance are shown	On the debit side of profit & loss Account	On the debit side of Trading Account	On the liabilities side of the balance sheet	Shown on debit of the profit & loss account	Answer1
For a Shirt Factory, cloth converted from cotton is	finished goods	Work- in - progress	raw materials	Assets	Answer2
Work in progress opening stock Rs.50,000	Will be shown on credit of manufacturing A/c	Will be shown on debit of trading A/c	Will be shown on debit of Manufacturing A/c	Will be shown on credit of Trading A/c	Answer3
C's Trial Balance provides you the following information bad debts Rs.800; Provision for doubtful debts of Prepaid Insurance has an ending balance of Rs 2300. During the period, insurance of Rs1200 expired. If beginning and ending merchandise inventories are RS400 and Rs 700, respectively and cost of goods sold is Lighting is allocated on the basis of ____ of each department.	Rs.1,800 to be debited to the profit & loss account	Rs 200 to be Credited to the profit & loss account	Rs.200 to be debited to the profit & loss account	Rs.4,200 to be debited to the profit & loss account	Answer2
When goods are transferred from department A to department B, the trading account of department The difference between a departmental net sales and cost of goods sold is _____	To prepaid insurance for Rs1200	To insurance expenses for Rs1200	To unexpired insurance for Rs1100	To insurance expense for Rs1100	Answer2
Freight inward, octroi etc. are allocated on the basis of _____ of each department.	Rs 3700	Rs 3400	Rs3100	Rs3200	Answer1
In the books of Mr. Pankaj, if Mr. Gupta a/c is debited & Hire sale A/c is credited then, Mr. Gupta is a _____.	No. of light points	No. of employees	Floor area	Wages	Answer1
X Ltd. purchased a car from Y Ltd. on hire purchase basis. Cash price is ` 50,000 Initial payment ` 10,000,	department A	department B	either department A or department B	neither department A nor department B	Answer1
Hire purchase price is _____ than cash price.	Departmental gross profit	Departmental net profit	Departmental closing stock	Net profit transferred to balance sheet	Answer1
Interest = Hire purchase price – _____.	Purchases	Time	Area	No of Points	Answer1
Instalment is equal to _____.	Hire Vendor	Hire Purchaser	Creditor	Seller	Answer2
In case of default in payment the seller under hire purchase can _____.	X Ltd.	Y Ltd.	X and Y Ltd.	No X Ltd or No Y Ltd	Answer1
Hire purchase price means amount payable by the hirer which consists of _____.	Lower	Higher	Cheaper	Flexible	Answer2
_____ in hire purchase transaction is charged on cash price which is outstanding.	Cash Price	Down Payment	Advance payment	Instalment	Answer1
Purchase of a machinery without making full payment immediately is called as _____.	Principal + Interest	Principal – Interest	Cash Price + Interest	Cash Price-Interest	Answer1
	Take back possession of goods	Take legal action against the buyer	Charge penalty to the buyer	treat it as a bad debts	Answer1
	Cash Price + Interest	Cash Price – Interest	Cash Price + Down Payment	Interest + Principal	Answer1
	Interest	Instalment	Rent	a Market Price	Answer1
	Cash purchase	On line purchase	Hire purchase	Instalment Method	Answer3