

Bookkeeping and Accountancy

Item Text	Option Text 1	Option Text 2	Option Text 3	Option Text 4
The closing balance of a petty cash book is a / an -----	Liability	Gain	Assets	Loss
Which of these transactions will not be recorded in cash book----- ---	Cash received from debtors	Cash paid to creditors	Salary remained outstanding	Cash deposited with bank
In a three column cash----- does not exist	Cash column.	Bank column.	Petty cash column	Discount column
Cash book records-----	Only cash sales.	All types of cash receipts and payments.	Only revenue receipts.	Only capital receipts.
Which of the following is an one sided error.	Rs 500 purchase of old equipment not recorded in the books of A/c at all.	Rs 500 being expense on travelling expense credited to travelling expenses	Both.	None.
Which of the following error is an error of principle	Rs. 5,000 received from Sham credited to Ram A/c.	Rs 5,000 incurred on installation of new plant debited to travelling expenses A/c.	Rs 500 paid for wages debited to salary A/c	Rs 500 being purchase of raw material debited to purchase A/c Rs 50.
Which of these errors affect two or more accounts	Errors of complete omission	Errors of principle	Errors of posting to wrong account.	All the three
Which of these errors effect only one account.	Errors of casting.	Errors of carry forward	Errors of posting	All the three
Which of these errors does not affect agreement of Trial Balance	Errors of principle.	Complete omission in subsidiary books.	Compensating errors.	All the three.

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If sales Rs. 300,000, Purchases Rs.200,000 , Opening Stock Rs. 90,000, Percentage of gross profit on sale is 20%, then Closing stock will be:	Rs. 55,000	Rs. 50,000	45,000	Rs. 60,000
If sales Rs. 240,000, Purchases Rs.175,000 , Closing Stock Rs. 30,000, Percentage of gross profit on sale is 20%, then opening stock will be:	Rs. 45,000	Rs. 50,000	47,000	Rs. 55,000
Normally single entry system is suitable for:	Small scale business	Large scale business	Both of them	None of them
Weighted average method of calculating goodwill is used when	Profits are not equal	Profits show a trend	Profits are fluctuating	Profits are equal
Capital employed by a partnership firm is ₹5,00,000. Its average profit is ₹60,000. The normal rate of return in similar type of business is 10%. What is the amount of super profits	₹50,000	₹10,000	₹6,000	₹56,000
When Goodwill is not purchased goodwill account can	Never be raised in the books	Be raised in the books	Be partially raised in the books	Be raised as per the agreement of the partners
Which of the following is NOT true in relation to goodwill?	It is an intangible asset	It is fictitious asset	It has a realisable value	No meaning to this word
The excess amount which the firm can get on selling its assets over and above the saleable value of its assets is called	Surplus	Super profits	Reserve	Goodwill

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<p>A, B and C were partners sharing profit or loss in the ratio of 7: 3: 2. From Jan. 1,2019 they decided to share profit or loss in the ratio of 8 : 4 : 3. Due to change in the profit-loss sharing ratio, B's gain or sacrifice will be</p>	<p>Gain 1:6:0</p>	<p>Sacrifice 1:6:0</p>	<p>Gain 2:6:0</p>	<p>Sacrifice 3:6:0</p>
<p>A and B were partners in a firm sharing profit or loss in the ratio of 3 : 1. With effect from Jan. 1, 2019 they agreed to share profit or loss in the ratio of 2 : 1. Due to change in profit-loss sharing ratio, B's gain or sacrifice will be</p>	<p>Gain 1:1:2</p>	<p>Sacrifice 1:1:2</p>	<p>Sacrifice 1:3:1</p>	<p>Gain 1:3:1</p>
<p>A and B were partners in a firm sharing profit or loss equally. With effect from 1st April 2019 they agreed to share profits in the ratio of 4 : 3. Due to change in profit sharing ratio, A's gain or sacrifice will be</p>	<p>Gain 1:1:4</p>	<p>Sacrifice 1:1:4</p>	<p>Gain 4:7:1</p>	<p>Sacrifice 3:7:1</p>