



ST. LAWRENCE HIGH SCHOOL

27, BALLYGUNGE CIRCULAR ROAD

**Class : 11****Subject : ACCOUNTANCY****Term : FIRST TERM****Max Marks : 60****Q 1 :** Accounting may be defined as _____ of financial information**Marks : 1**

1. Collecting
2. Recording
3. Summsrising
4. All of these

 (This Answer is Correct)**Q 2 :** Which of the following is the objective of accounting**Marks : 1**

1. Systemetic record
2. Ascertain profits & losses
3. Ascertain the financial position
4. All of these

 (This Answer is Correct)**Q 3 :** The process of accounting helps business for**Marks : 1**

1. Fraudulent activities
2. Black marketing
3. Decision making
4. Wastage of money

 (This Answer is Correct)**Q 4 :** As per Going Concern Concept life of a business is**Marks : 1**

1. Limited
2. Very less
3. Perpetual
4. All of these

 (This Answer is Correct)**Q 5 :** As per accrual concept revenues and expenses are recognized**Marks : 1**

1. When cash received or paid
2. When they are earned or incurred
3. When cash received and expense incurred
4. When revenues earned and expense incurred

 (This Answer is Correct)

Q 6 : Started business with cash means

Marks : 1

- 1 . Cash will increase
- 2 . Capital will increase
- 3 . Both cash and capital will increase**
- 4 . None of these

(This Answer is Correct)

Q 7 : _____ accounting is mainly concerned with historical aspects of external reporting

Marks : 1

- 1 . Cost Accounting
- 2 . Financial Accounting**
- 3 . Management Accounting
- 4 . All of these

(This Answer is Correct)

Q 8 : Cash paid for expenses for Rs. 5,0000. In accounting equation:

Marks : 1

- 1 . Cash will increase by Rs.5,000
- 2 . Cash will decrease by Rs.5,000
- 3 . Capital will decrease by Rs.5,000
- 4 . Both cash & capital will decrease by Rs.5,000**

(This Answer is Correct)

Q 9 : Full disclosure of financial statement means

Marks : 1

- 1 . Adequate disclosure**
- 2 . Inadequate disclosure
- 3 . Partly disclosure
- 4 . None of these

(This Answer is Correct)

Q 10 : Credit purchase of good means

Marks : 1

- 1 . Stock will reduce
- 2 . Stock will increase
- 3 . Creditor will increase
- 4 . Both stock & creditor will increase**

(This Answer is Correct)

Q 11 : Goods costing Rs.15,000 sold for Rs. 18,000

Marks : 1

- 1 . Cash will increase by Rs.18,000
- 2 . Stock will reduce by Rs.15,000
- 3 . Capital will increase by Rs.3,000
- 4 . All of these**

(This Answer is Correct)

Q 12 : Which of the following is the objectives of accounting standards **Marks : 1**

- 1 . Better understanding of accounting statement
- 2 . Disclosure of significant accounting policies
- 3 . Providing generally accepted language for financial statements
- 4 . All of these

(This Answer is Correct)

Q 13 : Which of the discounts are not separately recorded in the books of account? **Marks : 1**

- 1 . Cash Discount
- 2 . Trade Discount
- 3 . Settlement Discount
- 4 . All of these

(This Answer is Correct)

Q 14 : Which of the following is an example of negotiable instrument? **Marks : 1**

- 1 . Debtor
- 2 . Creditor
- 3 . Cash
- 4 . Bills Receivable

(This Answer is Correct)

Q 15 : The element of cost are **Marks : 1**

- 1 . Material
- 2 . Labour
- 3 . Overhead
- 4 . All of these

(This Answer is Correct)

Q 16 : Property or legal right owned by a business unit is known as **Marks : 1**

- 1 . Asset
- 2 . Liability
- 3 . Capital
- 4 . Expense

(This Answer is Correct)

Q 17 : Money spent for running the business on a day-to-day basis is known as **Marks : 1**

- 1 . Capital
- 2 . Drawings
- 3 . Revenue expenditure
- 4 . Capital Expenditure

(This Answer is Correct)

Q 18 : Additional capital invested in the business is an example of

Marks : 1

- 1 . Revenue receipt
- 2 . Capital receipt
- 3 . Expense
- 4 . Income

(This Answer is Correct)

Q 19 : Which one of the following is appropriate for Hybrid Basis of Accounting

Marks : 1

- 1 . Records income under cash basis
- 2 . Records expenses under accrual basis
- 3 . Conservative method of accounting
- 4 . All of these

(This Answer is Correct)

Q 20 : Accounting is known as

Marks : 1

- 1 . Economic Activity
- 2 . Non economic activity
- 3 . Both economic & non economic activity
- 4 . None of these

(This Answer is Correct)

Q 21 : The term accounting related to

Marks : 1

- 1 . Events
- 2 . Transactions
- 3 . Both events and transactions
- 4 . None of these

(This Answer is Correct)

Q 22 : Which of the following is an internal user of accounting information?

Marks : 1

- 1 . Partners
- 2 . Government agencies
- 3 . Suppliers
- 4 . Customers

(This Answer is Correct)

Q 23 : Accounting Equation is based on recording of business

Marks : 1

- 1 . Events
- 2 . Transactions
- 3 . Both events and transactions
- 4 . None of these

(This Answer is Correct)

Q 24 : What is owes means? **Marks : 1**

- 1 . Assets
- 2 . Liabilities** (This Answer is Correct)
- 3 . Both assets & liabilities
- 4 . None of these

Q 25 : As per entity concept business and owner of business have **Marks : 1**

- 1 . Same entity
- 2 . Separate entity** (This Answer is Correct)
- 3 . Either same or separate entity
- 4 . All of these

Q 26 : Accounting Equation is **Marks : 1**

- 1 . Assets + Liabilities = Capital
- 2 . Assets + Capital = Liabilities
- 3 . Assets = Capital - Liabilities
- 4 . Assets = Liabilities + Capital** (This Answer is Correct)

Q 27 : Which of the following is considered under cash basis **Marks : 1**

- 1 . Prepaid Expenses
- 2 . Accrued Income
- 3 . Pre received income
- 4 . None of these** (This Answer is Correct)

Q 28 : In India accounting standards are issued by **Marks : 1**

- 1 . ICAI** (This Answer is Correct)
- 2 . ICSI
- 3 . ICMA
- 4 . ICFAI

Q 29 : Accounting period concept arises from **Marks : 1**

- 1 . Going concern concept** (This Answer is Correct)
- 2 . Matching concept
- 3 . Accrual concept
- 4 . Dual aspect concept

Q 30 : Event which can be measured in terms of money is known as **Marks : 1**

- 1 . Capital
- 2 . Asset
- 3 . Tranaction** (This Answer is Correct)
- 4 . Liability

Q 31 : Which accounting system records transactions twice in the books of account? **Marks : 1**

- 1 . Single entry system
- 2 . Double entry system** (This Answer is Correct)
- 3 . Both single & double entry system
- 4 . None of these

Q 32 : The amount of money invested in the business by the proprietor is known as **Marks : 1**

- 1 . Drawings
- 2 . Capital** (This Answer is Correct)
- 3 . Cash
- 4 . Asset

Q 33 : As per Dual Aspect Concept claim against assets are made by **Marks : 1**

- 1 . Owner
- 2 . Creditor
- 3 . Both owner & creditor** (This Answer is Correct)
- 4 . None of these

Q 34 : Physical materials held by the business unit to support the flow of activities is known as **Marks : 1**

- 1 . Debtors
- 2 . Stock** (This Answer is Correct)
- 3 . Cash
- 4 . Liability

Q 35 : Cash withdrawn by the owner for personal use **Marks : 1**

- 1 . Cash will increase
- 2 . Cash will reduce
- 3 . Both cash & capital will reduce** (This Answer is Correct)
- 4 . capital will increase

Q 36 : Nominal account may be defined as an account by which we can signify **Marks : 1**

1. Expenses
2. Incomes
3. Profits & Losses
- 4. All of these**

(This Answer is Correct)

Q 37 : What is the full form of IFRS? **Marks : 1**

- 1. International Financial Reporting Standard**
2. International Finance Reporting Standard
3. International Full Reporting Standard
4. None of these

(This Answer is Correct)

Q 38 : Real account signifies **Marks : 1**

1. Payment of liabilities
- 2. Acquiring of assets**
3. Introduction of capital
4. Payment of expenses

(This Answer is Correct)

Q 39 : Reduction in the price of goods below the amount at which those goods are generally sold to other **Marks : 1**

1. Assets
2. Liabilities
- 3. Discount**
4. All of these

(This Answer is Correct)

Q 40 : Historical cost concept is applicable when price level is **Marks : 1**

1. Increasing
2. Decreasing
- 3. Stable**
4. None of these

(This Answer is Correct)

Q 41 : Taking managerial decision is easier under **Marks : 1**

1. Single entry system
- 2. Double entry system**
3. Both under single entry & double entry system
4. Triple entry system

(This Answer is Correct)

Q 42 : Journal entry for cash introduced in business is

Marks : 1

- 1 . Bank A/C debit, capital credit
- 2 . Cash A/C debit, capital credit**
- 3 . Capital A/C debit, cash credit
- 4 . Capital A/C debit ,bank credit

(This Answer is Correct)

Q 43 : Stock is an example of

Marks : 1

- 1 . Current Asset**
- 2 . Current Liability
- 3 . Non-Current Asset
- 4 . Non-Current Liability

(This Answer is Correct)

Q 44 : What comes in debit & what goes out credit. As per golden rules of account it is belongs to which account?

Marks : 1

- 1 . Nominal A/C
- 2 . Real A/C**
- 3 . Personal A/C
- 4 . All of these

(This Answer is Correct)

Q 45 : All expenses are debit & all incomes are credit. As per golden rules of account it is belongs to which account?

Marks : 1

- 1 . Nominal A/C**
- 2 . Real A/C
- 3 . Personal A/C
- 4 . All of these

(This Answer is Correct)

Q 46 : Hindustan Unilever Ltd. is an example of which account?

Marks : 1

- 1 . Nominal A/C
- 2 . Real A/C
- 3 . Personal A/C**
- 4 . None of these

(This Answer is Correct)

Q 47 : Rent paid is an example of which account?

Marks : 1

- 1 . Real A/C
- 2 . Nominal A/C**
- 3 . Personal A/C

(This Answer is Correct)

4 . Artificial person A/C

Q 48 : Matching concept deals with matching of

Marks : 1

- 1 . Expenses with assets
- 2 . Expenses with liabilities
- 3 . Expenses with revenues**
- 4 . Capital with liabilities

(This Answer is Correct)

Q 49 : Furniture is an example of

Marks : 1

- 1 . Asset**
- 2 . Liability
- 3 . Drawings
- 4 . Capital

(This Answer is Correct)

Q 50 : Board of Directors is an _____ user of accounting information

Marks : 1

- 1 . External
- 2 . Internal**
- 3 . Finance Group User
- 4 . Public Group User

(This Answer is Correct)

Q 51 : Which of the following is not a limitation of accounting?

Marks : 1

- 1 . Accounting information is historical in nature
- 2 . Accounting information does not show the impact of inflation
- 3 . accounting reflects those increases in net assets that are realized
- 4 . Accounting information must posses some qualitative characteristics**

(This Answer is Correct)

Q 52 : Which of the following is the qualitative characteristics of accounting information

Marks : 1

- 1 . Reliability
- 2 . Relevance
- 3 . Understandability
- 4 . All of these**

(This Answer is Correct)

Q 53 : As per _____ principle "recognize all losses and anticipate no gain"

Marks : 1

- 1 . Accounting Period
- 2 . Full disclosure

3 . Entity

4 . Prudence

(This Answer is Correct)

Q 54 : Debtors are known as an important component of

Marks : 1

1 . Fixed Capital

2 . Working Capital

3 . Both fixed & working capital

4 . None of these

(This Answer is Correct)

Q 55 : As per revenue recognition concept, long term contracts recognize revenue

Marks : 1

1 . After completion of job

2 . Before commencement of job

3 . Before completion of job

4 . All of these

(This Answer is Correct)

Q 56 : Rent received for the current year Rs.20,000 & rent accrued for the current year Rs. 5,000. So, income under cash basis is

Marks : 1

1 . Rs.25,000

2 . Rs.15,000

3 . Rs.20,000

4 . Rs.5,000

(This Answer is Correct)

Q 57 : Salaries paid for the current year Rs.30,000 & salary outstanding for the current year Rs.10,000. So, expenses under accrual basis is

Marks : 1

1 . Rs.40,000

2 . Rs 20,000

3 . Rs.30,000

4 . Rs.10,000

(This Answer is Correct)

Q 58 : Fundamental accounting assumption of IFRS is

Marks : 1

1 . Accrual assumption

2 . Going concern assumption

3 . Consistency assumption

4 . All of these

(This Answer is Correct)

Q 59 : As per IFRS assets and liabilities should be reflected at

Marks : 1

- 1 . Historical value
- 2 . Net Realisable value
- 3 . Fair value**
- 4 . All of these

(This Answer is Correct)

Q 60 : Objectives of Indian Accounting Standards

Marks : 1

- 1 . Standardize the diverse accounting policies
- 2 . Harmonize the diverse accounting policies
- 3 . Both standardize & harmonize the diverse accounting policies**
- 4 . Excludes the diverse accounting policies

(This Answer is Correct)