



ST. LAWRENCE HIGH SCHOOL

A Jesuit Christian Minority Institution



Worksheet 17

Sub: Accountancy

Class: XII

Chapter: Unit I: Introduction to Partnership

F.M.: 15

Topic: Goodwill 1

Date: 10/06/2020

Choose the correct alternatives:

1 x 15 =15

1. Goodwill is
(a) tangible asset; (b) intangible asset; (c) fixed asset; (d) intangible fixed asset.
2. Goodwill helps in
(a) profitability; (b) prosperity; (c) reliability; (d) all of these.
3. Goodwill can be
(a) purchased; (b) self generated; (c) both (a) and (b); (d) none of these.
4. Goodwill is
(a) visible; (b) invisible; (c) touchable; (d) none of these.
5. Existence of goodwill can be
(a) separated from business; (b) cannot be separated from business; (c) not at all related to business; (d) none of these.
6. Value of goodwill is
(a) fixed; (b) variable; (c) static; (d) none of these.
7. Goodwill is the
(a) asset; (b) liability; (c) income; (d) expense.
8. Goodwill leads to earn
(a) super profit; (b) average profit; (c) super loss; (d) none of these.
9. Factors that affect the valuation of goodwill is/are
(a) efficient management; (b) favourable location; (c) favourable contracts; (d) all of these.
10. Past performance is one of the _____ of goodwill valuation.
(a) factor; (b) part; (c) ingredient; (d) none of these.
11. Average profit method can be classified into
(a) four categories; (b) three categories; (c) two categories; (d) none of these.
12. Super profit means
(a) excess of average profit over normal profit; (b) excess of normal profit over average profit;
(c) average profit; (d) normal profit.
13. Capitalisation means
(a) converted to 10; (b) converted to 100; (c) converted to 1000; (d) none of these.
14. Methods of goodwill can be classified into _____ categories.
(a) 2; (b) 3; (c) 4; (d) 5.
15. Risk associated with business means
(a) personal risk; (b) monetary risk; (c) business risk; (d) none of these.

Compiled by
Partha Datta, Asst. Teacher.