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Q1] Which accounting concept satisfy the valuation criteria

a] **Going concern, Realisation, Cost**

a) Going concern, Cost, Dual aspect

b) Cost, Dual aspect, Conservatism

c) Realisation, Conservatism, Going concern.

Q2] A trader has made a sale of Rs.75,500 out of which cash sales amounted to

Rs.25,500. He showed trade receivables on 31-3-2014 at Rs.25,500. Which concept is followed by him?

a) Going concern

b) Cost

c) **Accrual**

d) Money measurement

Q3] In which of the following cases, accounting estimates are needed?

a) Employs benefit schemes

b) Impairment of losses

c) Inventory obsolescence

d) All of the above

Q4] Deewali advance given to an employee is

- a) Revenue Expenditure
- b) Capital Expenditure
- c) Deferred Revenue Expenditure

d) Not an Expenditure

Q5] A firm has reported a profit of Rs.1,47,000 for the year ended 31-3-2014 after taking into consideration the following items.

- (i) The cost of an asset Rs.23,000 has been taken as an expense
- (ii) The firm anticipated a profit of Rs.12,000 on the sale of an old furniture
- (iii) Salary of Rs.7,000 outstanding for the year has not been taken into account.
- (iv) An asset of Rs.85,000 was purchased for Rs.75,000 and was recorded in the books at Rs.85,000. What is the correct amount of profit to be reported in the books?

a) Rs.1,47,000

b) Rs. 1,51,000

c) Rs.1,63,000

d) Rs.1,41,000

Q6] The process of recording financial data upto trial balance is

a) Book keeping

b) Classifying

c) Summarising

d) Analyzing

Q7] Rohit carrying on real estate business sold a piece of land for Rs.4,00,00,000 (cost Rs.3,50,00,000) then the type of receipt is_____nature and profit on sale is

- a) Capital & transferred to capital reserve
- b) Revenue & transferred to P & L a/c**
- c) Capital & transferred to P & L a/c
- d) Revenue & transferred to general reserve

Q8] In income measurement & recognition of assets & liabilities which of the following concepts goes together ?

- (a) Periodicity, Accrual, Matching**
- (b) Cost, Accrual, matching
- (c) Going concern, cost, Realization
- (d) Going concern, Periodicity, Reliability

Q9] Interpretation means

- (a) Explanation of meaning and significance of the data in Financial Statements.**
- (b) Concerned with preparation and presentation of classified data
- (c) Systematic analysis of recorded data
- (d) Methodical classification of data given in Financial Statements.

Q10] A trader purchases goods for Rs. 2500000, of these 70% of goods were sold during the year. At the end of 31st December 2009, the market value of such goods were Rs. 500000. But the trader recorded in his books for Rs. 750000. Which of the following concept is violated.

- (a) Money measurement
- (b) Conservatism**
- (c) Consistency
- (d) None of these

