

# CA. RANJEET KAPOOR CLASSES

Test -001

(2020-21)

Grade: XI  
Subject: Accountancy  
Chapter: Introduction to accounting

Max. Marks: 20  
Duration: 40 minutes

Q1. Which of the following is a sub-field of accounting?

- (a) Financial Accounting
- (b) Management Accounting
- (c) Cost Accounting
- (d) All of the above

Q2. Financial statements include which of the following?

- (a) Balance sheet
- (b) Explanatory notes
- (c) P & L Account
- (d) All of the above

Q3. The person to whom firm owes the money is termed as

- (a) Creditor
- (b) Both (a) and (b)
- (c) Debtor
- (d) Neither (a) nor (b)

Q4. Claim payable for the case pending in the court is a

- (a) Short Term Liability
- (b) Long term liability
- (c) Contingent liability
- (d) None of these

Q5. External users of accounting information are not:

- (a) Lenders
- (b) Employees
- (c) Creditors
- (d) Public

Q6. Accounting

- (a) Includes Book-keeping
- (b) may or may not include Book-keeping
- (c) does not include Book keeping
- (d) None of these

Q7. Basic function of financial accounting is

- (a) recording of business transactions
- (b) recording of non-monetary transactions
- (c) assist the management
- (d) None of these

Q8. Which of following will not be recorded in books of accounts

- (a) value of goods (c) payment of salary
- (b) quality of goods (d) None of these

Q9. First step in accounting procedure

- (a) classification (c) summarizing
- (b) recording (d) communicating

Q10. It is limitation of accounting

- (a) reliability (c) comparability
- (b) understandability (d) None of these

Q11. It is qualitative characteristic of accounting information

- (a) window-dressing (c) relevance
- (b) unrealistic information (d) None of these

Q12. Cost accounting is related with

- (a) Financial transactions (c) Product costing
- (b) Management transactions (d) None

Q13. Management accounting is concerned with

- (a) Recording of transaction (c) preparing balance-sheet
- (b) Preparing various reports (d) None of these

Q14. Book-keeping requires

- (a) Experts knowledge of accounting (c) expert knowledge of recording
- (b) Preparation of balance-sheets (d) expert knowledge of communication

Q15. Accounting does not show realistic value of business. It is a/an

- (a) Limitations of accounting (c) Both (a) & (b)
- (b) Advantages of accounting (d) None of these

Q16. Credits are considered as

- (a) Internal users (c) Both (a) & (b)
- (b) External users (d) None of these

Q17. Function of book keeping includes

- (a) Communicating                      (c) ledgers
- (b) Preparing trial balance        (d) None

Q18. Communication of financial results is

- (a) First step of accounting        (c) Final step of accounting
- (b) Second step of accounting    (d) None of these

Q19. Government is interested in accounting information because of

- (a) To receive profit from business        (c) to provide salary to employees
- (b) To ascertain taxation etc. of business (d) none of these

Q20. Accounting has

- (a) Three branches                      (c) five branches
- (b) Two branches                        (d) None of these