

Sample question paper of Accounting & Financial Management

Q1. _____ are Accounting Principles.

- a. Accounting Concepts
- b. Accounting Conventions
- c. Both Accounting Concepts and Accounting Conventions
- d. Neither Accounting Concepts nor Accounting Conventions

Q2. In case of _____ a debit note is prepared by Customer.

- a. Purchase
- b. Sales
- c. Purchase returns
- d. Sales returns

Q3. Purchase of Machinery is an example of _____.

- a. Capital Receipts
- b. Revenue Expenditure
- c. **Capital Expenditure
- d. Deferred Revenue Expenditure

Q4. Wages are recorded on _____ side of Trading Account.

- a. Debit
- b. Credit
- c. Any
- d. Not recorded

Q5. Objectives of Cost Accounting are as follows:

- A. Ascertain Cost
 - B. Analyse Costs
 - C. Allocate and Apportion the Costs
 - D. Optimum Product Mix
- a. A, B, and C
 - b. A, C and D
 - c. A, B and D
 - d. All A, B, C and D

Q6. _____ is also called as Service Costing.

- a. Process Costing
- b. Contract Costing
- c. Operating Costing
- d. Operation Costing

Q7. _____ express the relationship between two items of the financial statement.

- a. Ratios
- b. Fund flow statement
- c. Cash flow statement
- d. Comparative Statement

Q8. Which of the following is not included in Quick assets?

- a. Debtors
- b. Stock
- c. Cash at bank
- d. Cash in hand

Q9. Factors of determining working capital are:

- A. Change in Technology
- B. Nature of Business
- C. Production Policies

- a. Only A and B
- b. Only and C
- c. only A and C
- d. All A, B and C

Q10. _____ cost fluctuate in direct proportion to the activity/ volume within relevant range for a given budget period.

- a. Variable cost
- b. Fixed Cost
- c. Semi variable Cost
- d. Both Fixed and Variable Cost