

SAPMLE QUESTIONS

Name of the Programme:	B.Com
Year	First Year
Semester	I
Name of the Course:	Accountancy and Financial Management – I

- 1 Purchase of Power loom machinery is a/an \_\_\_\_\_ expenditure.
  - A. Capital
  - B. Revenue
  - C. Deferred Revenue
  - D. Obsolete
- 2 Repairs and Maintenance charges paid for Laptop/ Computer paid is a \_\_\_\_\_ expenditure.
  - A. Capital
  - B. Revenue
  - C. Deferred Revenue
  - D. One time
- 3 Deferred revenue expenditure is also known as \_\_\_\_\_.
  - A. Sale Value
  - B. Capital Expenditure
  - C. Revenue Income
  - D. Quasi Capital Expenditure
- 4 Which of the following is not a recurring expenditure?
  - A. Transport charges
  - B. Purchase of raw material.
  - C. Penalty for delay in payment of tax
  - D. Wages paid to employees
- 5 Professional fees paid to architect for construction of factory building is a \_\_\_\_\_ expenditure.
  - A. Capital
  - B. Revenue
  - C. Deferred Revenue
  - D. Obsolete
6. Carriage Outward is \_\_\_\_\_.
  - A. Debited to Manufacturing Account
  - B. Debited to Profit and Loss Account
  - C. Credited to Manufacturing Account
  - D. Credited to Profit and Loss Account
7. A combined item of Wages and Salaries appearing in the trial balance is shown in the \_\_\_\_\_.
  - A. Profit Loss Account
  - B. Balance Sheet
  - C. Manufacturing Account
  - D. Footnote
8. Factory Expenses include \_\_\_\_\_.
  - A. Power and Fuel
  - B. Freight Charges
  - C. Custom Duty
  - D. Royalty
9. Sale of Scrap is \_\_\_\_\_.
  - A. Debited to Manufacturing Account
  - B. Debited to Profit and Loss Account
  - C. Credited to Manufacturing Account
  - D. Credited to Profit and Loss Account
10. Gross Cost Production \_\_\_\_\_ = Net Cost of Production

- A. Less Closing WIP and Less Sale of Scrap
  - B. Add Closing WIP and Add Sale of Scrap
  - C. Less Closing WIP and Add Sale of Scrap
  - D. Add Closing WIP and Less Sale of Scrap
11. If the hire purchaser fails to make payment of any instalment, it is called \_\_\_\_\_.
- A. Default
  - B. Repossession
  - C. Sale
  - D. Purchase
12. In the books of hirer, for payment of instalment hire vendor account will be \_\_\_\_\_.
- A. Debited
  - B. Credited
  - C. Rectified
  - D. Reversed
13. In the books of hirer, for interest due at the end of the year hire vendor account will be \_\_\_\_\_.
- A. Debited
  - B. Credited
  - C. Rectified
  - D. Reversed
14. In the books of Hirer, the interest and depreciation account will be transferred to \_\_\_\_\_.
- A. Trading account
  - B. P & L account
  - C. P & L appropriation account
  - D. Balance sheet
15. \_\_\_\_\_ means the price at which the goods can be purchased by the hirer for ready cash.
- A. HP price
  - B. Instalment price
  - C. Cash price
  - D. Down payment
16. Which of the following expenses is a direct expense in departmental accounting?
- A. Purchase expenses
  - B. Administrative expenses
  - C. Advertising expenses
  - D. Depreciation
17. Normally, the final accounts prepared for a department are made up of
- A. Department balance sheet
  - B. Department Profit & Loss account
  - C. Department Trading Account only
  - D. Department Wise Separate Ledger Accounts
18. The difference between a department's net sales and cost of goods sold is
- A. Department gross profit
  - B. Department net profit
  - C. Departmental closing stock
  - D. Net profit taken to balance sheet
19. The difference between a department's gross profit and its expenses is
- A. Departmental gross profit
  - B. Department net profit
  - C. Departmental cost of goods sold
  - D. Net profit taken to balance sheet
20. All of the following are used to compute departmental profit EXCEPT
- A. Sales
  - B. Sales return & allowances
  - C. Debtors
  - D. Purchase