

SAMPLE MCQ

Q1. Which of the following is not purpose of capital expenditure?

- A. For acquiring fixed assets
- B. For maintaining the fixed assets For making additions
- C. enhancements to the existing fixed assets
- D. Minimizing cost of production

Q2. Accounting standards are prepared by _____.

- A. ICAI
- B. SEBI
- C. RBI
- D. ITA

Q3. _____ is not the principle of Auditing.

- A. Integrity
- B. Work performed by others
- C. Documentation
- D. Materiality

Q4. Sale of land is _____

- A. revenue receipt
- B. capital receipt
- C. capital expenditure
- D. revenue expenditure

Q5. Inventory control _____ in management accounting.

- A. included
- B. excluded
- C. omitted
- D. None of the above

Q6. Management accounting has ascope as compared to cost accounting.

- A. wider
- B. narrow
- C. Both a & b
- D. None of the above

Q7. Indicate the item that appears in the Profit and Loss A/c.

- A. Proposed Dividend
- B. Provision for Taxation

- C. Contribution to Provision Fund
- D. any of the above

Q8. The shareholders fund includes

- A. Preference Capital
- B. Equity Capital
- C. Reserves
- D. All of the above

Q9. When opening stock is Rs 1,00,000, closing stock Rs. 1,20,000 and cost of goods sold Rs. 4,40,000 stock turnover ratio is

- A. 3 times
- B. 4 times
- C. 2 times
- D. 5 times

Q10. When net sales for the year are Rs. 1,25,000 & Debtor Rs. 25,000 the average collection period is

- A. 72 days
- B. 74 days
- C. 73 days
- D. 71 days