Unit 2 - Week-1

Week-1 Assignment-1

The due date for submitting this assignment has passed. As per our records you have not submitted this assignment. Due on 2019-02-13, 23:59 IST.

1) What is the underlying convention that supports the immediate recognition of an estimated loss? 1 point

- Disclosure
- Consistency
- Materiality
- Prudence

No, the answer is incorrect.
Score: 0
Accepted Answers:
Prudence

2) Liabilities of a business are Rs. 40,220 and owner’s equity is Rs. 50,000. The assets of the business will be 1 point

- Rs. 61,220
- Rs. 73,780
- Rs. 85,000
- Rs. 90,220

No, the answer is incorrect.
Score: 0
Accepted Answers:
Rs. 90,220

3) Accounting has been defined as “The art of recording, classifying, summarising, analysing and interpreting the business transactions systematically and communicating business results to interested users is accounting” by: 1 point

- AICPA

No, the answer is incorrect.
Score: 0
4) Which of these is/are the objectives of accounting? [1 point]

- Communicating information to all interested users
- Providing relevant data to make appropriate decisions concerning use of limited resources
- Facilitating social functions and control
- All of the above

No, the answer is incorrect.
Score: 0

Accepted Answers:
All of the above

5) Ms. Z started business investing Rs. 1,00,000. She purchased goods for Rs. 40,000; Furniture for Rs. 20,000 and plant & machinery of Rs. 30,000; Rs. 10,000 remains in hand. According to the accounting concept Rs. 1,00,000 will be treated by business as capital i.e. a liability of business towards the owner of the business.

- Accrual concept
- Business Entity
- Matching
- Money Measurement

No, the answer is incorrect.
Score: 0

Accepted Answers:
Business Entity

6) Assets and Expenses Accounts are debited if there is _______ and credited if there is _______:

- Decrease/increase
- Decrease/decrease
- Increase/decrease
- Increase/increase

No, the answer is incorrect.
Score: 0

Accepted Answers:
Increase/decrease

7) Liability, Capital and Revenue Accounts are _______ if there is decrease and _______ if there is increase:

- Debited/credited
- Debited/debited
- Credited/credited
- Credited/debited

No, the answer is incorrect.
Score: 0

Accepted Answers:
Debited/credited

8) Goods sold to S for Rs. 4200 was recorded in the Sales Book as Rs. 2400. The financial statement analysis and reporting...
above error will be reflected in the Trial Balance as:

- Error of omission
- Error of commission
- Error of principle
- None of the above

No, the answer is incorrect.
Score: 0

Accepted Answers:
Error of commission

9) Rs. 5000 spent on the repairs of building is debited to Building A/c. The above error will be reflected in the Trial Balance as:

- Error of omission
- Error of commission
- Error of principle
- None of the above

No, the answer is incorrect.
Score: 0

Accepted Answers:
Error of principle

10) Total of the credit column of trading Account – total of the debit column of trading A/c is equal to

- Gross Profit
- Net Profit
- Cost of Goods Sold
- None of the above

No, the answer is incorrect.
Score: 0

Accepted Answers:
Gross Profit

11) If the totals of the two columns of the Trial Balance do not tally, the difference will be transferred to:

- Secret A/C
- Suspense A/C
- Suspicious A/C
- Doubtful A/C

No, the answer is incorrect.
Score: 0

Accepted Answers:
Suspense A/C

12) Which of the following is/are the objective(s) of preparing Balance Sheet?

- To measure the true financial position of a business entity at a particular point of time
- To systematically present what a business unit owns and what it owes
- To help different stakeholders in decision making

No, the answer is incorrect.
Score: 0

Accepted Answers:
To systematically present what a business unit owns and what it owes
To help different stakeholders in decision making
All of the above

No, the answer is incorrect.
Score: 0
Accepted Answers:
All of the above