

Section : Accountancy Core

**Q.1** In the absence of partnership deed, interest on drawings is charged at.

1. 6% p.a.
2. Nil
3. At the prevailing market rate.
4. 6%p.m.

Options 1. 1

2. 2
3. 3
4. 4

**Q.2** Naveen, Suresh and Tarun are partners sharing profits and losses in the ratio of 5:3:2. Tarun retires from the firm and his share was taken over by Naveen and suresh in the ratio 2:1. In such a case, the new share of profit will be.

1. 11:17
2. 19:11
3. 11:19
4. 11:12

Options 1. 1

2. 2
3. 3
4. 4

**Q.3** When the capital accounts are fixed, additional capital introduced by the partner is.

1. Credited to current account.
2. Debted to current account.
3. Credited to capital account.
4. Debted to capital account.

Options 1. 1

2. 2
3. 3
4. 4

**Q.4** An unrecorded asset is taken over by a creditor in full settlement in such a case

1. Realization account is debited.
2. Realization account is credited.
3. Creditors' account is debited.
4. Not recorded anywhere.

Options 1. 1

2. 2
3. 3
4. 4

**Q.5** Securities premium can be utilized for

- (A) Writing of preliminary expenses.
- (B) Issue of bonus share.
- (C) Payment of dividends.
- (D) Buy back of shares.

Choose the *correct* answer from the options given below:

1. (A), (B) and (D) only
2. (A), (B) and (C) only

3. (A), (B), (C) and (D)  
4. (B), (C) and (D) only

Options 1. 1

2. 2  
3. 3  
4. 4

**Q.6** In the case of under subscription of shares.

1. Shares are allotted only when the company receives the subscription and application money on minimum subscription as stated in the prospectus.
2. Shares are allotted to all applicants without considering anything.
3. All the issued shares are allotted to all applicants proportionally.
4. The Issue Is Closed And Application Money Is Refunded.

Options 1. 1

2. 2  
3. 3  
4. 4

**Q.7** In the case of guarantee of profit, the sequence of Steps to be followed are.

- (A) divide the profit in the given ratio.
- (B) prepare profit and loss appropriation account as usual.
- (C) deduct the deficiency from guaranteeing partner and add the same to guaranteed partner.
- (D) find the deficiency.

Choose the correct answer from the options given below:

1. (A), (B), (C), (D)
2. (A), (B), (D), (C)
3. (B), (A), (D), (C)
4. (C), (B), (D), (A)

Options 1. 1

2. 2  
3. 3  
4. 4

**Q.8** Unrecorded Debtors, are realised at the time of dissolution of a Partnership Firm, will be shown in:

1. Partners' Capital Account
2. Credit of Realisation Account
3. Debit of Bank Account
4. Debit of Realisation Account

Options 1. 1

2. 2  
3. 3  
4. 4

**Q.9** R Ltd purchased a building from X Infra for Rs 6,00,000 and the payment is to be made by the issue of shares for Rs 100 each at a premium of 20%. Calculate the number of shares to be issued.

1. 5000 shares
2. 6000 shares
3. 10000 shares
4. 600000 shares

Options 1. 1

2. 2  
3. 3

**Q.10** A share of Rs.10. Issued at a premium of Rs.3. On which Rs.3 was payable on application and Rs.5 was payable on allotment including premium. A shareholder who had applied for 100 shares was Allotted Only 50 Shares and due to non payment of allotment his shares were forfeited. In this case the amount to be debited to securities premium A/c on forfeiture of these shares are

1. Rs.250.
2. Rs.50.
3. Rs.100.
4. Rs.150.

Options 1. 1  
2. 2  
3. 3  
4. 4

**Q.11** Abhiram and Ragini are partners sharing profits in the ratio of 3:2. They admit Arun a new partner for  $\frac{1}{5}$ th share in the future profits of the firm which he gets equally from Abhiram and Ragini. Calculate the new profit sharing ratio of Abhiram, Ragini and Arun.

1. 5:2:3
2. 5:3:2
3. 2:3:5
4. 4:3:3

Options 1. 1  
2. 2  
3. 3  
4. 4

**Q.12** Match List-I with List-II

List-I (Different accounts)

- (A) Profit and Loss Account
- (B) Profit and Loss Appropriation Account
- (C) Revaluation Account
- (D) Realization Account

List-II (Related transaction)

- (I) Dissolution of Partnership
- (II) Dissolution of Firm
- (III) Interest on Loan to Partner
- (IV) Transfer to Reserve

Choose the correct answer from the options given below:

1. (A) – (I), (B) – (II), (C) – (III), (D) – (IV)
2. (A) – (III), (B) – (II), (C) – (IV), (D) – (I)
3. (A) – (I), (B) – (II), (C) – (IV), (D) – (III)
4. (A) – (III), (B) – (IV), (C) – (I), (D) – (II)

Options 1. 1  
2. 2  
3. 3  
4. 4

**Q.13** On dissolution of a firm, the amount of loan taken from partner by firm will be transferred to

1. Bank Account
2. Realisation Account
3. Partner's Current Account
4. Loan from Partner Account

Options 1. 1  
2. 2  
3. 3  
4. 4

**Q.14** Issue of Rs. 1,00,000, 9% debentures of Rs. 100 each at discount of 15% but redeemable at premium of 5%. the amount debited to loss on issue of debenture account is.

1. Rs. 20,000
2. Rs. 15,000
3. Rs. 19,000
4. Rs. 12,000

Options 1. 1

2. 2
3. 3
4. 4

**Q.15** At the time of admission of partner, Workmen Compensation Claim Exceeding Workmen Compensation Fund is transferred to

1. Debit of partner capital account.
2. Credit of partner capital account.
3. Debit of revaluation account.
4. Credit of revaluation account.

Options 1. 1

2. 2
3. 3
4. 4

**Q.16** Choose the correct statement-

1. Amount of Discount on issue of Debentures cannot be debited into Loss on issue of Debentures Account.
2. Amount of Discount on issue of Debentures can be debited into Loss on issue of Debentures Account.
3. Amount of Premium on Redemption of Debentures can be debited into Discount on issue of Debentures Account.
4. Amount of Discount on issue of Debentures can be debited into Premium on Redemption of Debentures Account.

Options 1. 1

2. 2
3. 3
4. 4

**Q.17** The liability of partners is

1. Limited to the value of shares held
2. Limited to amount of investment
3. Limited to the amount of guarantee
4. Unlimited

Options 1. 1

2. 2
3. 3
4. 4

**Q.18** Which of the following statements are true with reference to a "company"?

- (A) The directors of the company are the owners of the company.
- (B) A company is an artificial person.
- (C) A company has its common seal.
- (D) The liability of the members of the company is limited to the extent of shares held by them

Choose the correct answer from the options given below:

1. (A), (B) and (D) only
2. (A), (B) and (C) only

3. (A), (B), (C) and (D)  
4. (B), (C) and (D) only

Options 1. 1

2. 2  
3. 3  
4. 4

**Q.19 Match List-I with List-II**

List-I (Types of Goodwill) List-II (Treatment to be done)

- (A) Existing Goodwill (I) No entry passed  
(B) Goodwill Premium (II) Inferred from the capital arrangement  
(C) Goodwill Paid Privately (III) Written off  
(D) Hidden Goodwill (IV) Credited to sacrificing partner

Choose the correct answer from the options given below:

1. (A) – (I), (B) – (II), (C) – (III), (D) – (IV)  
2. (A) – (I), (B) – (III), (C) – (II), (D) – (IV)  
3. (A) – (I), (B) – (II), (C) – (IV), (D) – (III)  
4. (A) – (III), (B) – (IV), (C) – (I), (D) – (II)

Options 1. 1

2. 2  
3. 3  
4. 4

**Q.20 Arrange the following events in proper order.**

- (A) Transfer to capital reserve.  
(B) Forfeiture of share.  
(C) Calls in arrears.  
(D) Re issue of share.

Choose the correct answer from the options given below:

1. (A), (B), (C), (D)  
2. (A), (B), (D), (C)  
3. (B), (A), (D), (C)  
4. (C), (B), (D), (A)

Options 1. 1

2. 2  
3. 3  
4. 4

**Q.21 A share of Rs. 10 on which Rs.8 was called up was forfeited for non-payment of Rs.5. This share can be reissued at a minimum price of Rs.**

- 1.10  
2.8  
3.11  
4.7

Options 1. 1

2. 2  
3. 3  
4. 4

**Q.22 A and B are partners in a firm sharing profits in the ratio of 3:2. They admit C as a partner for 1/3 share. the sacrificing ratio between A and B is**

1. 3:2

2. 1:1.
3. 2:3.
4. 3:1

Options 1. 1

2. 2
3. 3
4. 4

**Q.23** On the happening of certain contingencies, Subject to contract between the partners, a firm is dissolved,

- (A) if constituted for a fixed term, by the expiry of that term.
- (B) if constituted to carry out one or more ventures, by the completion thereof.
- (C) by the death of a partner
- (D) by the adjudication of a partner as an insolvent

Choose the *correct* answer from the options given below:

1. (A), (B) and (C) only
2. (A), (B) and (D) only
3. (A), (B), (C) and (D)
4. (B), (C) and (D) only

Options 1. 1

2. 2
3. 3
4. 4

**Q.24** Debenture suspense is shown in the balance sheet as

1. Deduction from debenture.
2. A commitment.
3. Trade payables.
4. Debenture redemption reserve.

Options 1. 1

2. 2
3. 3
4. 4

**Q.25** Which is the correct statement, in respect of the Revaluation Account :-

1. It is a nominal account, and it is credited for the decrease in value of an asset.
2. It is a real account, and it is debited for the decrease in value of an asset.
3. It is a real account, and it is credited for the decrease in value of a liability.
4. It is a nominal account, and it is debited for the decrease in value of an asset.

Options 1. 1

2. 2
3. 3
4. 4

**Q.26** Identify the correct statement from the given below :-

1. Partners' Current Account will never be shown in Assets side of the Balance Sheet.
2. Partners' Current Account will either be shown in Assets side of the Balance Sheet or be shown in Liabilities side of the Balance Sheet.
3. Partners' Current Account will always be shown in Liabilities side of the Balance Sheet.

4. Partners' Current Account will always be shown in Assets side of the Balance Sheet.

Options 1. 1

2. 2
3. 3
4. 4

**Q.27** In case of Fixed Capital Account, Interest on Drawings are

1. Debited to capital account.
2. Credited to capital accounts.
3. Debited to current account.
4. Credited to current account.

Options 1. 1

2. 2
3. 3
4. 4

**Q.28** Discount on issue of 8% debentures is shown in the balance sheet as

1. Other current assets
2. Short term loans and advances.
3. Long term loans and advances
4. Other current liabilities.

Options 1. 1

2. 2
3. 3
4. 4

**Q.29** Match List-I with List-II

List-I (Events)

(A) Termination of business

(B) Continuation of business

(C) Intervention of court

(D) Continuation of books of accounts

List-II (Result)

(I) Not possible in dissolution of partnership

(II) Not possible in the dissolution of a firm

(III) Dissolution of firm

(IV) Dissolution of partnership

Choose the correct answer from the options given below:

1. (A) – (I), (B) – (II), (C) – (III), (D) – (IV)
2. (A) – (I), (B) – (III), (C) – (II), (D) – (IV)
3. (A) – (I), (B) – (II), (C) – (IV), (D) – (III)
4. (A) – (III), (B) – (IV), (C) – (I), (D) – (II)

Options 1. 1

2. 2
3. 3
4. 4

**Q.30** When the date of drawing is not specified, interest on drawings are calculated for

1. One full year.
2. 6.5 month.
3. 5.5 months.
4. 6 months.

Options 1. 1

2. 2
3. 3
4. 4

**Q.31** Section 49, of the Indian Partnership Act 1932, deals with

1. Treatment of losses
2. Application of Assets
3. Provision of Indian Partnership Act 1932
4. Private Debts and Firm's Debts

Options 1. 1

2. 2
3. 3
4. 4

**Q.32** Reconstitution of partnership does not involves

1. Admission of partner
2. Dissolution of firm.
3. Death of partner.
4. Retirement of partner.

Options 1. 1

2. 2
3. 3
4. 4

**Q.33** The order to be followed in preparation of realization account is.

- (A) Realization of the assets.
- (B) Transfer assets and liabilities to realization account.
- (C) Ascertainment of profit or loss on realization.
- (D) Payment of liabilities.

Choose the correct answer from the options given below:

1. (A), (B), (C), (D)
2. (A), (B), (D), (C)
3. (B), (A), (D), (C)
4. (C), (B), (D), (A)

Options 1. 1

2. 2
3. 3
4. 4

**Q.34** Calls in arrears are shown in the balance sheet as.

1. Current assets.
2. A deduction from the paid up capital.
3. Current liability.
4. Reserve and surplus.

Options 1. 1

2. 2
3. 3
4. 4

**Q.35** The past average profits of a business works out at Rs. 20,000 and it is expected that such profits are likely to continue for another three years, the value of goodwill based on average profit method will be.....

1. Rs.60,000.
2. Rs.20,000
3. Rs.40,000.
4. Rs.50,000.

Options 1. 1

2. 2
3. 3

**Q.36** As per AS-26 assets like goodwill should be written off.

1. As early as possible.
2. As early as possible but not exceeding its estimated life.
3. As early as possible but not exceeding its estimated life, which normally should not be beyond 10 years
4. Within the useful life of asset, irrespective of number of years.

Options 1. 1

2. 2
3. 3
4. 4

**Q.37** Match List-I with List-II

List-I (Accounting standards / Section of Act)	List-II (Issues)
(A) AS-3	(I) Settlement of Accounts
(B) AS-26	(II) Firm's debt and private debt
(C) Section 48 of the Indian Partnership Act	(III) Cash Flow Statement
(D) Section 49 of the Indian Partnership Act	(IV) Treatment of Goodwill

Choose the correct answer from the options given below:

1. (A) – (I), (B) – (II), (C) – (III), (D) – (IV)
2. (A) – (I), (B) – (III), (C) – (II), (D) – (IV)
3. (A) – (I), (B) – (II), (C) – (IV), (D) – (III)
4. (A) – (III), (B) – (IV), (C) – (I), (D) – (II)

Options 1. 1

2. 2
3. 3
4. 4

**Q.38** Which accounting standard is applicable for recognizing Intangible assets?

1. AS-32
2. AS-25
3. AS-26
4. AS-01

Options 1. 1

2. 2
3. 3
4. 4

**Q.39** In what condition the amount is shown under the head of 'Subscribed and Fully Paid up Share Capital' in Balance Sheet of a Company-

1. If shares are fully called up and there are Calls in Arrears
2. If shares are fully called up and there are no Calls in Arrears
3. If shares are partly called up and there are no Calls in Arrears
4. If shares are partly called up and there are Calls in Arrears

Options 1. 1

2. 2
3. 3
4. 4

**Q.40** Reserve capital is

1. A kind of capital reserve.
2. Part of called up capital.
3. Part of the subscribed capital decided not to be called up except in the event of winding up.
4. Part of capital not yet issued.

Options 1. 1

2. 2
3. 3
4. 4

**Q.41** For the right to get a share in future profits of a partnership firm, a newly admitted partner will have to bring :-

1. The amount of his liabilities.
2. The amount of his assets.
3. The amount of his obligation.
4. The amount of his premium for goodwill.

Options 1. 1

2. 2
3. 3
4. 4

**Q.42** Match List-I with List-II

List-I

List-II

- |                        |  |
|------------------------|--|
| (A) Authorized capital | (I) Mentioned in Prospectus                    |
| (B) Issued capital     | (II) Mentioned in Memorandum of Association    |
| (C) Subscribed capital | (III) Called up capital – calls in arrears     |
| (D) Paid-up capital    | (IV) Capital for which application is received |

Choose the correct answer from the options given below:

1. (A) – (I), (B) – (II), (C) – (III), (D) – (IV)
2. (A) – (I), (B) – (III), (C) – (II), (D) – (IV)
3. (A) – (II), (B) – (I), (C) – (IV), (D) – (III)
4. (A) – (III), (B) – (IV), (C) – (I), (D) – (II)

Options 1. 1

2. 2
3. 3
4. 4

**Q.43** Rent payable to partner is.

1. Debited to trading account.
2. Credited to profit and loss account.
3. Debited to profit and loss account.
4. Debited to profit and loss appropriation account.

Options 1. 1

2. 2
3. 3
4. 4

**Q.44** Anubha looked after the dissolution work for remuneration of Rs. 8,500 and agreed to bear dissolution expenses upto Rs. 6,000. Actual expenses paid by her were Rs. 7,600. What will be the journal entry for remuneration payable to Anubha?

- (A) Realisation A/c is debited by 8,500
- (B) Anubha's Capital A/c is credited by 8,500.

(C) Realisation A/c is debited by 13,600.

(D) Anubha's Capital is credited by 13,600.

Choose the correct answer from the options given below:

1. (A) and (B) only
2. (B) and (D) only
3. (A), (B), (C) and (D)
4. (C) and (D) only

Options 1. 1

2. 2
3. 3
4. 4

**Q.45** When realisation expenses are paid by the Partner on behalf of a Firm, which account will be credited:

1. Realisation Account
2. Partner's Capital Account
3. Partner's Loan Account
4. Bank Account

Options 1. 1

2. 2
3. 3
4. 4

Section : Analysis of Financial Statements

**Q.46** The main advantage of ratio analysis is.

1. Enabling SWOT analysis.
2. Window dressing.
3. Ignoring price level changes.
4. Forecasting.

Options 1. 1

2. 2
3. 3
4. 4

**Q.47** Goods costing Rs.80,000/- were sold at a profit of 20% on sales. the amount of gross profit on this sales is.

1. Rs. 16,000/-
2. Rs. 18,000/-
3. Rs. 20,000/-
4. Rs. 17,000/-

Options 1. 1

2. 2
3. 3
4. 4

**Q.48** Operating expense ratio is

1. Income statement ratio.
2. Balance sheet ratio.
3. Mixed ratio.
4. Combined ratio.

Options 1. 1

2. 2
3. 3
4. 4

**Q.49** Cash received from the issue of debenture for a trading organization is.

1. Cash and cash equivalents.
2. Operating activity.
3. Investing Activity.
4. Financing Activity

**Options** 1. 1

2. 2
3. 3
4. 4

**Q.50** Cash Inflows from Financing Activities does not include-

1. Debentures issued at Discount.
2. Mortgage loan raised.
3. Dividends and interest received
4. Equity shares issued at Premium

**Options** 1. 1

2. 2
3. 3
4. 4

**Section : Computerized Accounting Systems**

**Q.51** Which function is used to remove spaces before and after the text?

1. DUPLICATE
2. REMOVE
3. DELETE
4. TRIM

**Options** 1. 1

2. 2
3. 3
4. 4

**Q.52** \_\_\_\_\_ is a dialog box that displays one complete record at a time and can be used to add, change, locate, and delete records.

1. Dataset
2. Data Format
3. Data Form
4. Data Frame

**Options** 1. 1

2. 2
3. 3
4. 4

**Q.53** Intersection of row and column is referred as \_\_\_\_\_ ?

1. Tab
2. Cell
3. Worksheet
4. Ribbon

**Options** 1. 1

2. 2
3. 3
4. 4

**Q.54** Which of the following is not a sub-system of Accounting Information System?

1. Purchase and account payable sub-system

- 2. Costing sub-system
- 3. Finance sub-system
- 4. Expense accounting sub-system

Options 1. 1

- 2. 2
- 3. 3
- 4. 4

**Q.55** Which function returns the cumulative interest paid between two periods?

- 1. CUMIPMT
- 2. PMT
- 3. ACCRINT
- 4. NPV

Options 1. 1

- 2. 2
- 3. 3
- 4. 4