

Attempt and Solved by Ulfat Jafery, Abdul Saboor and  
Sweet Poison

*FIN611 Quiz no 2 mega file  
Attempted and Solved by  
Ulfat Abbas Jafery, Abdul saboor  
&  
Sweet Poisons*

com

**QUESTION:** Which of the following entity is profit oriented?

Select correct option:

NGO

Trust

Society

Limited Company

**QUESTION:** Which of the following is NOT included in the credit side of cash book?

Select correct option:

Discount received

Capital payments

Closing balance of cash

Revenue payments

To Join us MGT504, MGT705, FIN611 and ECO404 related  
help contact at 03135614512 or jafery514@gmail.com

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

Cash Book			
Receipts	Amount Rs.	Payment	Amount Rs.
Opening balance	xxx	All payments either relating to <u>capital</u> or <u>revenue payments</u>	xxx
All receipts either relating to capital or revenue receipts	xxx	Closing balance	xxx
	xxx		xxx

*Ref: Handouts page # 12*

**QUESTION:** "Receipts and Payments Account" is prepared at the:

Select correct option:

End of the year

Start of the year

Mid of the financial year

None of the given options

**QUESTION:** What is the value of sales, if the cost of goods sold is Rs. 3,000 and the gross profit is 20 % of sales?

Select correct option:

Rs. 3,600

Rs. 3,750

Rs. 6,000

Rs.15,000

SOLUTION: If gross profit is 20% of sale than the rest of %age is 80 (cost of goods sold)

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or jafery514@gmail.com

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

Gross profit = Cost of good sold x 20/80

$$= 3000 \times \frac{1}{4} = 750$$

Sales = Cost of good sold + Gross Profit = 3000+750 = 3750

**QUESTION:** If the owners' equity and liabilities of the business ABC are worth Rs. 70,000 and Rs.19,000 respectively then the Total Assets consist of:

Select correct option:

Rs.60,000

Rs.89,000

Rs.41,000

Rs.19,000

$$\begin{aligned}\text{ASSETS} &= \text{OWNER'S EQUITY} + \text{LIABILITIES} \\ &= 70000 + 19000 \\ &= 89000\end{aligned}$$

**QUESTION:** The debit side of the Branch stock account indicates:

Select correct option:

Inflow of cash

Outflow of cash

Inflow of stock

Outflow of stock

**REF:**

[http://www.accountingexplanation.com/accounting\\_dictionary/branch\\_stock\\_account\\_definition.htm](http://www.accountingexplanation.com/accounting_dictionary/branch_stock_account_definition.htm)

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or jafery514@gmail.com

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

**QUESTION:** The capital shall be maintained at the same figure during the Partnership and no adjustment shall be passed in the capital account during the period. Which method of Partnership capital account explains this?

Select correct option:

Fluctuating capital

Fixed capital

Both of the above methods

None of the given options

Ref: <http://studyttesttime.com/basics-of-partnership-accounting/3-capital-account>

and the Lecture slide of lec # 17

**QUESTION:** Rent and rates are allocated and apportioned to the different departments on the basis of:

Select correct option:

Sale of each department

Number of employees

Purchase of each department

Area / Floor space occupied

**REF page 44-45**

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or [jafery514@gmail.com](mailto:jafery514@gmail.com)

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

Obvious just ratio

Most of the expenses are allocated on the most logical basis that is obvious and also just. Nature of the expenses and nature of the business will determine the basis for division. Some important basis and expenses are given below:

S#	Basis	Expenses
1	Sales/Work-done Revenue	Selling and distribution expenses After sales service Discount allowed Carriage/freight outward Bad debts Selling commissions Advertisement
2	Number of Employees	Salaries and wages Staff welfare Canteen/cafeteria facility Group insurance
3	Area Occupied	Building rent Building depreciation Building insurance Building repair and maintenance Air conditioning and heating Property tax Inter-com
4	Purchases of goods/raw material	Carriage/freight inward Import duties Custom tax Receiving and handling cost Discount received (income)

**QUESTION:** Which of the following is TRUE with respect to the sacrifice ratio?

Select correct option:

Old profit ratio – New profit ratio

Old profit ratio – Gross profit ratio

Old profit ratio – Net profit ratio

Old profit ratio – Operating

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or [jafery514@gmail.com](mailto:jafery514@gmail.com)

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

(Page # 84)

### Question # 4

A and B are partners who share the profits in the ratio of 3/5 and 2/5 respectively they admit C into partnership and the profit sharing ratio is agreed at 3/8 : 3/8 : 2/8 respectively. Calculate the sacrifice ratio of old partners

**Solution:**

#### A's sacrifice ratio

Old ratio – New ratio =

$$3/5 - 3/8 =$$

$$\frac{24 - 15}{40}$$

$$40$$

$$= 9/40$$

#### B's sacrifice ratio

Old ratio – New ratio =

$$2/5 - 3/8 =$$

$$\frac{16 - 15}{40}$$

$$40$$

$$= 1/40$$

Sacrifice ratio = 9:1

**QUESTION:** A branch that works independent to the head office is also known as:

Select correct option:

Profit centre

Investment centre

Retail centre

Whole sale branch

(Page # 51) Independent Branch

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or jafery514@gmail.com

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

This is the type of branch which maintains its own set of books. The method of accounting is the double entry book keeping. Branch manager of such a branch is given certain powers for decision making regarding procurement, selling, advertising, staffing, pricing, and even for purchasing of fixed assets. These branches are taken as an investment centre.



**QUESTION:** Individuals or institutions with activities, other than trade, are known as:

Select correct option:

Manufacturing concerns

Non-trading concerns

Trading concerns

None of the given options

**QUESTION:** Which of the following statement is **NOT TRUE** about the journal entry of the Cash-in-transit?

Select correct option:

It is recorded when cash is on the way

It is recorded by both Head office and the Branch

It is recorded by either of the parties

All of the given options

(Page # 72)-

**Cash in transit**

Cash in transit A/C

Branch A/C or Head office A/C

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or jafery514@gmail.com

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

**QUESTION:** Which of the following method of profit calculation is quite similar to the single entry system under the branch accounting?

Select correct option:

Income statement system

Debtor system

Stock and debtor system

Final account system

(Ref Page # 57 )Income Statement of the branch we shall be using all those skills which we have learned in the single entry system of accounting during conversion of single entry into double entry.

**QUESTION:** Under single entry system, which of the following is prepared in order to have an idea about the financial position on a particular date?

Select correct option:

Balance sheet

Stement of equity

Statement of affairs

Profit and loss account

**QUESTION:** Which one of the following reason occur, would change the constitution of the Partnership (Partnership deed)?

Select correct option:

Revaluation of assets

Increase in liabilities

Retirement of an existing partner

In case of Net loss

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or jafery514@gmail.com



# Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

(Ref Page # 82)

Following changes occur in the constitution of the partnership (Partnership deed) these changes might occur because of the following reasons:

- Admission of a new partner
- Retirement of an existing partner
- Death of a partner



**QUESTION:** Which of the following statement is TRUE about the branch Trial Balance?

It is prepared by the head office

It is prepared by the all whole sale branches

It is only prepared by the independent branch

It prepare to balance the accounts under single entry system

**QUESTION:** Which of the following account will be credited for distribution of profit to partners?

Select correct option:

Profit and loss account

Profit and loss appropriation account

Partner's capital accounts

Cash account

**QUESTION:** Which of the following account will be credited for salary payable to partners against the distribution of profit?

Select correct option:

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or jafery514@gmail.com

# Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

Profit and loss account

Profit and loss appropriation account

Partner's capital accounts

**Salaries account**

## **SALARIES OF PARTNERS**

A partner is not entitled to a salary as remuneration for his services to the partnership unless the agreement stipulates this. One does not enter into a contract with oneself as employer and employee.

However, when a partnership agreement does make provision for the payment of a salary to a partner, this must be allocated to him even if there is insufficient profit for appropriation of profit. Therefore the salaries of partners will be shown in the Appropriation account and not in the Profit and Loss account. A partner does not necessarily receive a monthly salary. An annual allowance is made in terms of the partnership agreement.

### **• MONTHLY SALARY PAID TO PARTNERS**

**DEBIT:** Drawings: A and/or Drawings B

**CREDIT:** Bank

### **• CLOSING TRANSFER AT THE END OF THE YEAR**

**DEBIT:** Current Account: A and Current Account: B

**CREDIT:** Drawings: A and Drawings: B

**(TWO ENTRIES)**

### **• ANNUAL SALARY ALLOWANCES**

To Join us **MGT504, MGT705, FIN611 and ECO404** related help contact at **03135614512** or **jafery514@gmail.com**

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

**DEBIT:** Salary: A and/or Salary: B

**CREDIT:** Current Account: A and Current Account: B

### • CLOSING TRANSFER AT THE END OF THE YEAR

**DEBIT:** Appropriation Account

**CREDIT:** Salary: A and/or Salary: B

### THE EFFECT ON THE ACCOUNTING EQUATION

ACCOUNT DEBIT LIABILITIES	ACCOUNT CREDIT	ASSETS	OWNERS'EQUITY
Drawings: A Bank (favourable)		-	0
Or			
Salary: 0	A Current Account: A	0	+/-

**QUESTION:** Capital fund of Non-trading concern is equal to:

Select correct option:

Assets + Income

Assets + Liabilities

Expenditure + Liabilities

Assets – Liabilities

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or jafery514@gmail.com

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

**QUESTION:** Which of the following is used to extract the opening balance of fixed assets in single entry system?

Select correct option:

Debtors account

Cash account

Statement of affairs

Assets account

The opening balance of Capital Fund is calculated through the Statement of Affairs as on the opening date.

**Statement of Affairs** From examination stand point, Drawings and Fresh capital will be given in the questions but often the students will be required to calculate the opening and closing balances of Owner's Equity as these will not be given in the question as a single amount. (Ref: page # 2)

**QUESTION:** Which of the following is NOT a feature of goods sent to branch account, under the stock and debtor system?

Select correct option:

It is debited with the goods return to the head office

It is debited with the loading (net) on goods sent to branch

It is debited with the goods return by the debtors

None of the given options

**Read page # 64 to confirm the answer**

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or jafery514@gmail.com

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

**QUESTION:** What would be the value of total sales by head office if the goods sent to independent branch are Rs. 50,000 and sales by Head office is Rs. 40,000?

Select correct option:

Rs. 10,000

Rs. 40,000

Rs. 50,000

Rs. 90,000

**QUESTION:** The "credit balance" in the Income and Expenditure Account indicates:

Select correct option:

The excess of income over expenditure

The excess of expenditure over income

The excess of cash receipts over cash payments

The excess of cash payments over cash receipts

Obtain surplus (excess of incomes over the expenses) or deficit (excess of expenses over the incomes).

**QUESTION:** If the Sales of Department 'A' & Department 'B' are Rs. 1,200 and Rs. 300 respectively, total selling expenses are Rs. 150, then the selling expense allocated to the Department 'B' is:

Select correct option:

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or jafery514@gmail.com

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

Rs. 150

Rs. 120

Rs. 300

Rs. 30

### SOLUTION

A : B

1200 : 300

12 : 3

4 : 1

Total Ratio = 5, selling exp. = 150

so, Selling Expenses allocated to **Dep. B** =  $150 * 1 / 5 = 30$

**If the value of whole business is Rs. 600,000 and Net assets or capital is Rs. 320,000. What is the value of Goodwill?**

Select correct option:

Rs. 280,000

Rs. 320,000

Rs. 560,000

Rs. 920,000

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or [jafery514@gmail.com](mailto:jafery514@gmail.com)

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

**Which of the following represents the partnership agreement in writing?**

Select correct option:

Partnership registration

Partnership deed

Partnership-at-will

Partnership certification

**Mr. A is the incoming partner, is to bring Rs. 6,000 by way of goodwill for 1/5th share in the firms profit. The total goodwill**

**of the firm will be valued at:**

Select correct option:

Rs. 1,200

Rs. 17,000

Rs. 33,000

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or [jafery514@gmail.com](mailto:jafery514@gmail.com)

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

Rs. 30,000

**The difference between the cost price and the invoice price is known as:**

Select correct option:

Gross Profit

Net Profit

Loading

Sale price

Difference between cost and pro-forma invoice price is known as loading

**In Non-profit organization, the excess of total assets over total external liabilities is called:**

Select correct option:

Surplus

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or jafery514@gmail.com



## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

Deficit

Capital fund

Profit

**Under the net worth method of single entry the Net profit is equal to:**

Select correct option:

Closing capital - Opening Capital

Opening Capital - Closing capital

Opening Capital + Closing capital

Total Assets + Total Liabilities

**Fin611 solved Quiz**

Total Marks = 10

1. Profit of the business can be measured as an increase in:

A. The net worth of the business

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or jafery514@gmail.com

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

- B. The net liabilities of the business
  - C. The net working capital of the business
  - D. The net drawings of the business
2. Which of the following is similar to the statement of affairs?
- A. Income statement
  - B. Balance sheet**
  - C. Statement of changes in equity
  - D. Bank reconciliation statement
3. Under the net worth method of single entry system, profit is ascertained by calculating \_\_\_\_\_ and adjusting the drawings.
- A. Increase in liabilities
  - B. Increase in capital**
  - C. Increase in assets
  - D. Increase in expenses
4. Which one of the following represents a capital receipt?
- A. Receipt from sale of goods
  - B. Receipt of rent
  - C. Receipt of commission
  - D. Long-term loan received from bank**
5. If the profit is  $\frac{1}{4}$  of the sales then it is:
- A.  $\frac{1}{4}$  of the cost price

To Join us **MGT504, MGT705, FIN611 and ECO404** related help contact at **03135614512** or **jafer514@gmail.com**

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

B.  $\frac{1}{5}$  of the cost price

C.  $\frac{1}{2}$  of the cost price

D.  $\frac{1}{3}$  of the cost price

6. Subscription received in advance by the Non-profit organization is treated as:

A. A Liability

B. An Income

C. An Asset

D. An Expense

7. The difference of two sides of "Receipts & Payments Account" represents:

A. Opening cash balance

B. Closing creditors

C. Closing cash or bank balance

D. Closing debtors

8. What would be the value of 'Outstanding subscriptions' at beginning of the year, if the subscription realized were Rs. 900 and the balance reported in the Balance sheet is Rs. 400?

A. Rs. 1,300

B. Rs. 900

C. Rs. 500

D. Rs. 400

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or jafery514@gmail.com

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

9. Which of the following expense is NOT allocated and apportioned on the basis of purchase of raw material made by each department?

- A. Discount receive
- B. Import duty
- C. Carriage inward

**D. Canteen expense**

10. What would be the value of depreciation allocated to Department 'X', if the total depreciation on building is Rs. 3,000 and the area covered by Department 'X' & 'Y' is  $\frac{2}{3}$  and  $\frac{1}{3}$  respectively?

**A. Rs. 2,000**

- B. Rs. 3,000
- C. Rs. 1,000
- D. Rs. 1,500

Total Marks = 10

1. A branch that works independent to the head office is also known as:

**A. Investment centre**

- B. Profit centre
- C. Retail centre
- D. Whole sale branch

To Join us **MGT504, MGT705, FIN611 and ECO404** related help contact at **03135614512** or **jafer514@gmail.com**

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

2. If the head office send cash Rs. 49,000 for the payment of salaries during the year, under the debtor system Rs. 49,000 would be considered as:

A. An expense for the branch

B. Fresh capital for the branch

C. An asset for the branch

D. A liability for the branch

3. The difference between the cost price and the invoice price is known as:

A. Gross Profit

B. Loading

C. Sale price

D. Net Profit

4. Which one of the following is **TRUE** about the independent branch?

A. It is wholly controlled by the head office

B. It is also called a service branch

C. It has a separate legal entity

D. Books are prepared on double entry system

5. Which of the following account is **NOT** attributed to the books of an independent branch?

A. Cash Account

B. Goods-in-Transit Account

C. Creditors Account

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or jafery514@gmail.com

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

### D. Capital Account

6. Which of the following represents the partnership agreement in writing?
- A. Partnership registration
  - B. Partnership-at-will
  - C. Partnership deed
  - D. Partnership certification
7. Which of the following statement is **NOT TRUE** about the branch Trial Balance?
- A. It is prepared by the head office
  - B. It is only prepared by the independent branch
  - C. It shows the accuracy of debits and credits
  - D. All the closing balances of ledger accounts appear in Trial Balance
8. Mr. A is the incoming partner, is to bring Rs. 6,000 by way of goodwill for 1/5th share in the firms profit. The total goodwill of the firm will be valued at:
- A. Rs. 1,200
  - B. Rs. 17,000
  - C. Rs. 33,000
  - D. Rs. 30,000

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or [jafery514@gmail.com](mailto:jafery514@gmail.com)

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

9. If the value of whole business is Rs. 600,000 and Net assets or capital is Rs. 320,000. What is the value of Goodwill under the capitalization method?

A. Rs. 280,000

B. Rs. 320,000

C. Rs. 560,000

D. Rs. 920,000

10. Which of the following is **TRUE** with respect to the loss on revaluation of assets and liabilities?

A. Revaluation account is credited

B. Capital of old partners are credited

C. Revaluation account is debited

D. New profit ratio is utilized for loss distribution

Question # 1 of 10 ( Start time: 04:22:04 PM ) Total Marks: 1

Which of the following account will be credited in case of decrease in the value of Machinery to make a revaluation of all assets and liabilities?

Select correct option:

Machinery Account

Salaries Account

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or jafery514@gmail.com

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

Sales Account

Current Assets Account

Question # 2 of 10 ( Start time: 04:22:54 PM ) Total Marks: 1

Which of the following entity is profit oriented?

Select correct option:

NGO

Trust

Society

Limited Company

Question # 3 of 10 ( Start time: 04:23:15 PM ) Total Marks: 1

Which of the following method of profit calculation is quite similar to the single entry system under the branch accounting?

Select correct option:

Income statement system

Debtor system

Stock and debtor system

Final account system

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or jafery514@gmail.com



## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

Question # 4 of 10 ( Start time: 04:23:49 PM ) Total Marks: 1

Which of the following is NOT a feature of branch cash account, under the stock and debtor system?

Select correct option:

It is debited with the cash sent to branch

It is debited with the cash received from branch debtors

it is debited with the branch expenses during the year

it is debited with the opening balance of cash

Question # 5 of 10 ( Start time: 04:24:40 PM ) Total Marks: 1

In branch accounting, under the debtors system of profit calculation, which of the following is not accounted for in the books of head office?

Select correct option:

Cash sales of Branch not sure

Credit sales of Branch

Branch opening balance of assets

Branch closing liabilities

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or jafery514@gmail.com

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

Question # 6 of 10 ( Start time: 04:26:12 PM ) Total Marks: 1

Which of the following account will be debited for distribution of profit to partners?

Select correct option:

Profit and loss account

Profit and loss appropriation account

Partner's capital accounts

Cash account

Question # 7 of 10 ( Start time: 04:26:38 PM ) Total Marks: 1

A branch that works independent to the head office is also known as:

Select correct option:

Profit centre

Investment centre

Retail centre

Whole sale branch

Question # 8 of 10 ( Start time: 04:27:28 PM ) Total Marks: 1

Under single entry system, which of the following is prepared in order to have an idea about the financial position on a particular date?

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or jafery514@gmail.com

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

Select correct option:

Balance sheet

Stement of equity

Statement of affairs

Profit and loss account

Question # 9 of 10 ( Start time: 04:28:36 PM ) Total Marks: 1

Which of the following is NOT included in the debit side of the cash book?

Select correct option:

Capital receipts

Revenue receipts

Discount allowed

Opening balance of cash

Question # 10 of 10 ( Start time: 04:29:29 PM ) Total Marks: 1

Under the net worth method of single entry system, profit is ascertained by calculating \_\_\_\_\_ and adjusting the drawings.

Select correct option:

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or jafery514@gmail.com

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

Increase in liabilities

Increase in assets

Increase in expenses

Increase in capital

Question # 1 of 10 ( Start time: 04:34:31 PM)

Total Marks: 1

Under single entry system, which of the following is prepared in order to have an idea about the financial position on a particular date?

Select correct option:

Balance sheet

Stement of equity

Statement of affairs

Profit and loss account

Question # 2 of 10 ( Start time: 04:35:12 PM)

Total Marks: 1

Which of the following statement is NOT TRUE about the journal entry of the Cash-in-transit?

Select correct option:

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or jafery514@gmail.com

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

It is recorded when cash is on the way

It is recorded by both Head office and the Branch

It is recorded by either of the parties

All of the given options

Question # 3 of 10 ( Start time: 04:36:27 PM)

Total Marks: 1

The difference between the cost price and the invoice price is known as:

Select correct option:

Gross Profit

Net Profit

Loading

Sale price

Question # 4 of 10 ( Start time: 04:37:16 PM)

Total Marks: 1

Which of the following is NOT a capital payment?

Select correct option:

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or jafery514@gmail.com

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

Purchase of fixed assets

Repayment of bank loans (Long-term)

Drawings

Payments of rent

Question # 5 of 10 ( Start time: 04:38:37 PM)

Total Marks: 1

Which of the following is not a feature of branch debtor account, under the stock and debtor system?

Select correct option:

It is credited with the discount allowed

It is credited with the credit sales

It is credited with the sales returns from debtors

It is credited with the bad debt during the year

Question # 6 of 10 ( Start time: 04:39:54 PM)

Total Marks: 1

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or jafery514@gmail.com

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

Which of the following is NOT a feature of branch expense account, under the stock and debtor system?

Select correct option:

It is debited with the cash sent to branch

It is debited with the discount allowed to branch debtors

It is debited with the depreciation of branch fixed assets

It is debited with the branch bad debts during the year

Question # 7 of 10 ( Start time: 04:41:18 PM)

Total Marks: 1

What will be the expense if the gross profit is Rs. 5,000 and net profit is 25% of the gross profit?

Select correct option:

Rs. 1,250

Rs. 3,750

Rs. 4,150

Rs. 6,250

Question # 8 of 10 ( Start time: 04:42:49 PM)

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or jafery514@gmail.com

## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

Total Marks: 1

An independent branch also prepares a trial balance because it records the transactions based on:

Select correct option:

Single entry system

Cash accounting

Double entry system

Stock & Debtor system

Question # 9 of 10 ( Start time: 04:43:40 PM)

Total Marks: 1

Which of the following is/are NOT allocated and apportioned on the basis of purchase of raw material by each department?

Select correct option:

Repair and Renewals

Works manager's salary

Selling expense

All of the given options

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or jafery514@gmail.com



## Attempt and Solved by Ulfat Jafery, Abdul Saboor and Sweet Poison

Question # 10 of 10 ( Start time: 04:44:27 PM)

Total Marks: 1

"Income and Expenditure Account" is debited with all:

Select correct option:

Expenses

Earnings

Liabilities

Assets

To Join us MGT504, MGT705, FIN611 and ECO404 related help contact at 03135614512 or jafery514@gmail.com