



- 4 In this system, a trial balance is prepared with both the balances along with total of the various accounts. Which system is being talked about?
 

A Total Method	B Balance Method
C Compound Method	D None of the above
- 5 It is a loss arising due to sale of fixed asset or loss due to raising funds for business purpose is called \_\_\_\_\_.
 

A Capital Profit	B Notional Loss
C Capital Loss	D Notional Profit
- 6 Some assets decline in value proportionate to the quantum of production or use as for example mines, quarry, etc. it is called \_\_\_\_\_.
 

A Depletion	B Deforestation
C Depreciation	D None of the above
- 7 The amount that is likely to receive when asset is sold as scrap or asset is discarded is called \_\_\_\_\_.
 

A Residual Value	B Sale value
C Pending amount	D None of the above
- 8 The main objective of this Account is to ascertain gross profit or gross loss of a business during an accounting period – usually a year. ie. it measures the overall performance of the business during a particular period. The name of the account is \_\_\_\_\_.
 

A Balance sheet	B Trading account
C Cash flow statement	D Income statement
- 9 It not only lists the items controlled or owned by the company, but also includes the debts owed by the organization. What is being talked about?
 

A Balance sheet	B Trading account
C Cash flow statement	D Income statement
- 10 \_\_\_\_\_ are those capital assets, which do not have any physical existence.
 

A Fixed Assets	B Fictitious assets
C Intangible assets	D Current assets

**Part – B (Do as Directed)**

**(10)**

- 1 Fictitious assets
- 2 Deferred Revenue Expenditure
- 3 Sales Return
- 4 Contingent assets
- 5 Payment voucher
- 6 Capital Expenditure
- 7 Long term liabilities
- 8 Capital
- 9 Revenue Profit
- 10 Delivery orders

\*\*\*\*