

# Financial Accounting (FYBAF) SEM 2

## (Sample Questions)

Q1. If books are kept under single entry system, opening stock is ascertained by preparing.....

- a. opening stock account
- b. stock register
- c. memorandum trading account
- d. opening statement of affairs

Q2. Sales Rs.350000, purchases Rs.300000, wages Rs.10000, opening stock was 10000 less than closing stock. What is the gross profit?

- a. 30000
- b. 40000
- c. 50000
- d. 60000

Q3. Find the cost of goods sold if the goods are sold for Rs.2000 at 25% profit on cost.

- a. 1600
- b. 1500
- c. 1000
- d. 1800

Q4. Purchases 150000, closing stock 30000, sales 220000, gross profit 40000. Find opening stock.

- a. 50000
- b. 55000
- c. 60000
- d. 65000

Q5. Find gross profit when GP ratio is 25% on sales and cost of goods sold is 100000.

- a. 25000
- b. 33333
- c. 20000
- d. 40000

Q6. Average clause in an insurance policy applies only in case of .....

- a. Life insurance
- b. Over insurance
- c. Under insurance
- d. None of these

Q7. If total stock is 50000, the value of policy is 70000 and the entire stock is lost, the claim will be for.....

- a. 70000
- b. 35714
- c. 50000
- d. 60000

Q8. Sales is 200000, purchases 130000, wages 18000, closing stock 22000, opening stock 20000. What is the cost of goods sold?

- a. 146000
- b. 150000
- c. 128000
- d. 159000

Q9. Sales 200000, purchases 130000, wages 18000, closing stock was 2000 more than opening stock. What is gross profit?

- a. 54000
- b. 50000
- c. 72000
- d. 82000

Q10. Unrecorded sales should be.....

- a. Added to purchases
- b. Added to sales
- c. Deducted from sales
- d. None of these

Q11. As per average clause insurance company pays compensation.....

- a. Proportionately
- b. More than the loss
- c. Less than the loss
- d. None of these

Q12. Sales 200000, purchases 130000, wages 18000, closing stock 22000 and opening stock 20000. Find rate of gross profit.

- a. 27%
- b. 20%
- c. 15%
- d. 25%

Q13. Branch account under debtors system is.....

- a. Real account
- b. Nominal account
- c. Personal account
- d. Representative personal account

Q14. The consignor sends goods to the consignee by preparing.....

- a. Invoice
- b. Proforma invoice
- c. Bill
- d. None of these

Q15. Loss by theft is....

- a. Consignment loss
- b. Normal loss
- c. Abnormal loss
- d. None of these

Q16. Goods sent to an agent for sale is called as....

- a. Consignment
- b. Sales
- c. Sale or return
- d. None of these

Q17. The relationship between consignor and consignee is that of.....

- a. Principal and agent
- b. Seller and buyer
- c. Debtor and creditor
- d. None of these

Q18. Credit balance on consignment account shows.....

- a. Profit on consignment
- b. Loss on consignment
- c. Balance on consignment
- d. None of these

Q19. Del credere commission is calculated on....

- a. Credit sales
- b. Cash sales
- c. Total sales
- d. None of these

Q20. For valuation of stock the expenses considered include.....

- a. Freight
- b. Octroi
- c. Carriage
- d. All of these

Q21. Commission is shared by.....

- a. Consignee
- b. Consignor
- c. Both
- d. None of these

Q22. If profit on sales is 25 % then profit on cost will be.....

- a. 25%
- b. 20%
- c. 33.33%
- d. 66.67%

Q23. Cash remitted to branch is debited to....

- a. Branch account
- b. HO account
- c. Debtors account
- d. Creditors account

Q24. If sundry assets are rupees 30 lacs and outside liabilities are rupees 10 lacs. how much should be the capital?

- a. 2000000
- b. 3000000
- c. 4000000
- d. 1000000

Q25. Net profit is 25% on sales and cost of sales is rupees 180000. How much is the net profit?

- a. 30000
- b. 50000
- c. 60000
- d. 70000