



Test / Exam Name: Ch2 - Introduction To Accounting

Standard: 11th Commerce

Subject: Accountancy

Student Name: .....

Section: .....

Roll No.: .....

Questions: 28 Time: 01:45 hh:mm Marks: 50

## Instructions

1. Make sure to write in the point formation. You handwriting should be neat and clean
2. New section on new page
3. Honesty is the best policy.

### SECTION-A

- Q1.** Which qualitative characteristic of accounting information is reflected when accounting information is clearly presented? **1 Mark**  
A Understandability                      B Relevance                      C Comparability                      D Reliability
- Q2.** The users of financial statements include \_\_\_\_\_. **1 Mark**  
A Shareholders                      B Government                      C Lenders                      D All of the above
- Q3.** Which of the following would be considered as external users of accounting information's? **1 Mark**  
A Board of Directors                      B Shareholders                      C Finance manager                      D Sales manager
- Q4.** \_\_\_\_\_ is the first phase of accounting process. **1 Mark**  
A Classification                      B Summarizing                      C Recording                      D Communicating
- Q5.** Total amount of goods and services withdrawn by the proprietor for self use is known as \_\_\_\_\_. **1 Mark**  
A Capital                      B Drawings                      C Expense                      D Income
- Q6.** \_\_\_\_\_ is a post mortem of past costs. **1 Mark**  
A Financial accounting                      B Cost accounting                      C Both A and B                      D None of these
- Q7.** A specialised branch of accounting concerned with the processes and techniques of ascertaining costs of products and services is \_\_\_\_\_. **1 Mark**  
A Financial accounting                      B Budgetary accounting                      C Cost accounting                      D Tax accounting
- Q8.** The persons to whom money is owing by the firm are termed as \_\_\_\_\_. **1 Mark**
- Q9.** Amount which the firm owes to outsiders is known as \_\_\_\_\_. **1 Mark**
- Q10.** State whether the following statements are True or False with reason: **1 Mark**  
Accounting Information must be reliable.
- Q11.** Name any two users of accounting information. **1 Mark**
- Q12.** Recording of financial transactions and preparing the financial statements are the only objectives of accounting. Do You agree? **1 Mark**
- Q13.** Give two examples of Current Liabilities. **1 Mark**
- Q14.** How do we ascertain the financial position of the business? **1 Mark**
- Q15.** Profit is earned on sale of Fixed Asset. What should be the accounting treatment of this profit? **1 Mark**
- Q16.** What is meant by Sales? **1 Mark**

### SECTION-B

- Q17.** Give one point of distinction between Book-keeping and Accountancy. **2 Marks**
- Q18.** What are the limitations of Accounting? (Any Two) **2 Marks**
- Q19.** What are the advantages of Accounting? (Any Two) **2 Marks**
- Q20.** Define Book Keeping. **2 Marks**
- Q21.** Name any two objectives of Accounting. **2 Marks**
- Q22.** What is income? **2 Marks**
- Q23.** Distinguish between profit and gain. **3 Marks**
- Q24.** Distinguish between fixed assets and current assets. **3 Marks**
- Q25.** Give difference between Book-keeping and Accounting on the basis of stage, special skills and nature of job. **3 Marks**

### SECTION-C

- Q26.** "Only financial transactions are recorded in Accountancy." Explain the statement. **4 Marks**
- Q27.** Why assets are classified into current and non-current? **4 Marks**
- Q28.** Explain the factors which necessitated systematic accounting. **5 Marks**