

QB365 Question Bank Software Study Materials

Subsidiary Books - II 50 Important 1 Marks Questions With Answers (Book Back and Creative)

11th Standard

Accountancy

Total Marks : 50

Multiple Choice Question

50 x 1 = 50

- 1) Cash book is a_____
(a) Subsidiary book (b) Principal book (c) Journal proper **(d) Both subsidiary book and principal book**
- 2) The cash book records_____.
(a) All cash receipts (b) All cash payments **(c) Both (a) and (b)** (d) All credit transactions
- 3) When a firm maintains a simple cash book, it need not maintain_____.
(a) Sales account in the ledger (b) Purchases account in the ledger (c) Capital account in the ledger
(d) Cash account in the ledger
- 4) A cash book with discount, cash and bank column is called_____
(a) Simple cash book (b) Double column cash book **(c) Three column cash book** (d) Petty cash book
- 5) In Triple column cash book, the balance of bank overdraft brought forward will appear in_____
(a) Cash column debit side (b) Cash column credit side (c) Bank column debit side **(d) Bank column credit side**
- 6) Which of the following is recorded as contra entry?
(a) Withdrew cash from bank for personal use **(b) Withdrew cash from bank for office use**
(c) Direct payment by the customer in the bank account of the business (d) When bank charges interest
- 7) If the debit and credit aspects of a transaction are recorded in the cash book, it is _____.
(a) Contra entry (b) Compound entry (c) Single entry (d) Simple entry
- 8) The balance in the petty cash book is_____.
(a) An expense (b) A profit **(c) An asset** (d) A liability
- 9) Small payments are recorded in a book called_____.
(a) Cash book (b) Purchase book (c) Bills payable book **(d) Petty cash book**
- 10) Petty Cash may be used to pay _____
(a) Salaries to Staff (b) Purchase of furniture and fittings **(c) Expenses relating to post and telegrams**
(d) Purchased of old machinery
- 11) _____ is maintained by every business, whether small or large is size
(a) Sales book (b) Purchase book **(c) Cash book** (d) Credit book
- 12) _____ Cash Book has only one amount column that is cash column
(a) Single column (b) Double column (c) Three column (d) None of these
- 13) _____ discount is allowed to the parties making prompt or immediate payment.
(a) Trade (b) Credit **(c) Cash** (d) None of these

- 14) The _____ column Cash book is prepared on the lines of simple cash book
 (a) Single (b) **Double** (c) Three (d) None of these
- 15) All the transactions which decrease bank balance are recorded in the _____ column on the Credit side.
 (a) cash (b) credit (c) particular (d) **bank**
- 16) For the purpose of accounting, cheques received are treated as _____
 (a) **cash received** (b) cheque received (c) cheque issued (d) none of these
- 17) The amount given to the petty cashier in advance is known as _____
 (a) **Imprest Money** (b) Analytical Petty Cash (c) Imprest System (d) None of these
- 18) Discount allowed column appears in _____ side of the cash book.
 (a) **debit** (b) credit (c) asset (d) liabilities
- 19) In triple column cash book, cash withdrawn from bank for office use will appear in _____
 (a) debit side of the cash book only (b) **both sides of the cash book** (c) credit side of the cash book only
 (d) debit side of the pass book only
- 20) The main objective of Cash book is to know the _____
 (a) Capital of the business (b) Cash and bank balance of the business (c) Cash sales of the business
 (d) **Cash and bank balance of the business**
- 21) Single column Cash book may show _____
 (a) **Only a debit balance** (b) Only a credit balance (c) Either debit balance or credit balance
 (d) Neither debit balance nor credit balance
- 22) Which of the following is/are not a contra entry?
 (a) Cash deposited into bank (b) Cash withdrew form bank (c) **Cash withdrawn for personal use** (d) None of these
- 23) Which type of discount is not recorded in the Cash book?
 (a) **Trade discount** (b) Cash discount (c) Discount allowed (d) Discount received
- 24) The total of discount column on the debit side of the cash book is posted to the _____
 (a) **Credit side of the discount allowed account** (b) Debit side of the discount allowed account (c) Both (a) and (b)
 (d) None of the above
- 25) Cash book serves the purpose of a _____ and _____
 (a) Book keeping, Sing Entry (b) **Journal, Ledger** (c) Book-keeping, Double Entry (d) Trial Balance, Balance Sheet
- 26) Cash receipts are recorded on the _____ of the cash book
 (a) **debit side** (b) credit side (c) journal (d) ledger
- 27) Cash payments are recorded on the _____ of the cash book
 (a) debit side (b) **credit side** (c) contra (d) journal
- 28) R.N. expands for____
 (a) **Receipts number** (b) Roll number (c) Route number (d) Rank number
- 29) L.F. expands for____
 (a) Long file (b) **Ledger folio** (c) Line folio (d) Link file
- 30) V.N. exapnds for____

- (a) Value number **(b) Voucher number** (c) Vendor number (d) Volume number
- 31) While balancing three column cash book, the discount columns are:
- (a) Totalled but not adjusted (b) Totalled and also adjusted **(c) Totalled but not balanced**
 (d) Balanced but not totalled
- 32) Double entry in cash book is completed when:
- (a) Salaries are paid by cheque (b) Withdrawal of money from bank for personal use **(c) Deposited cash into bank**
 (d) None of these
- 33) A book where small items of expenditure like postage, carriage, coolies, stationery etc., are entered is called_____.
- (a) Purchases book (b) Sales book (c) Cash book **(d) Petty cash book**
- 34) Cash sales are entered in the_____.
- (a) Purchases book (b) Sales book **(c) Cash book** (d) Petty cash book
- 35) Subsidiary books are maintained in_____.
- (a) Big business concerns** (b) Small business concerns (c) Banks (d) None of the above
- 36) The credit balance in the Bank account is_____.
- (a) An asset **(b) A liability** (c) An expense (d) None of the above
- 37) Which of the following is not true?
- (a) Double Column cash book contains cash and bank columns** (b) Discount columns are not balanced
 (c) The closing balance of bank columns is called cash at bank (d) None of the above
- 38) Dishonour of a discounted bill, not recorded in the cash book will be added in the BRS, if the balance given is_____.
- (a) Unfavourable balance as per cash book (b) Favourable balance as per Pass book **(c) Both (a) & (b)**
 (d) None of the above
- 39) The total of the purchases day book is posted periodically to the debit of_____
- (a) Purchases account** (b) Journal proper (c) Cash book (d) None of these
- 40) " Bills payable discounted in cash by creditor". This transaction will be recorded in_____.
- (a) Journal (b) Ledger (c) Bank book **(d) No entry required to be made**
- 41) Credit balance of the bank column in cash book shows:
- (a) Overdraft** (b) Cash deposited in the bank (c) Cash withdrawn from the bank (d) None of these
- 42) Cash book always shows_____.
- (a) debit balance** (b) credit balance (c) nil balance (d) credit balance and debit balance
- 43) Bank book always shows_____.
- (a) debit balance (b) credit balance (c) nil balance **(d) credit balance and debit balance**
- 44) On Jan 1st 2017, Rs. 1,000 given to petty cashier. He has spent Rs.960during the month of January. On Feb 1st to make the imprest he will receive cheque for Rs. _____.
- (a) Rs. 1,000 **(b) Rs. 960** (c) Rs. 1,960 (d) Rs. 40
- 45) Payment of rent expenses is recorded on which side of cash book ?
- (a) Receipts **(b) Payments** (c) Income (d) Expense
- 46) The most common imprest system is the _____systems.

(a) pretty cash (b) cash book (c) cash receipt (d) discount

47) statement: When an entry records the debit as well as credit aspects of a transaction in the cash book only. Find out which a of the following is related to the statement.

(a) Single entry (b) Double entry **(c) Contra entry** (d) Bank entry

48) When cash book is maintained, it is not necessary to open a separate _____ account.

(a) Cash a/c (b) bank a/c (c) Drawings a/c (d) Discount a/c

49) When cash book is maintained there is no need for preparing.

(a) Cash account and bank account in the ledger (b) Journal (c) Profit and loss a/c (d) Trial balance

50) Cash discount is allowed to

(a) boost up sales (b) new customers only (c) old customers only

(d) encourage the buyers to make payment at an early date