



Grand Quiz Spring 2021

Subject Code MGT101 lecture 1 to 22

Solved by Riz Mughal

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RIZ MUGHAL (SQA ENGINEER)



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Question # 1 of 30 (Start time: 10:15:16 AM, 25 June 2021)

Accrued expense at the end of the period is treated as:

Select the correct option

<input type="radio"/>	Drawings
<input type="radio"/>	Income
<input type="radio"/>	Assets
<input checked="" type="radio"/>	Liability

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Question # 2 of 30 (Start time: 10:15:33 AM, 25 June 2021)

In case of creating the provision for discount on debts, _____ is credited.

Select the correct option

<input checked="" type="radio"/>	Provision for discount account
<input type="radio"/>	Trade discount account
<input type="radio"/>	Receivable account
<input type="radio"/>	Discount on debts account

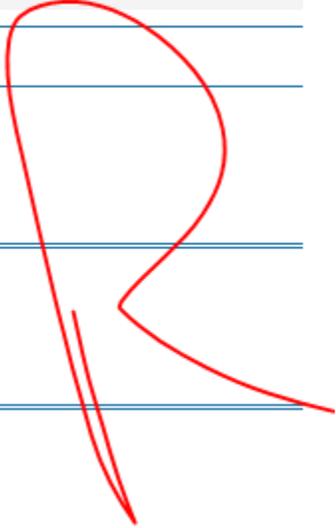


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Question # 3 of 30 (Start time: 10:15:54 AM, 25 June 2021)

Rent receivable account should be credited due to:

Select the correct option

- | | |
|----------------------------------|-----------------|
| <input type="radio"/> | Opening balance |
| <input type="radio"/> | Balance sheet |
| <input type="radio"/> | Profit and loss |
| <input checked="" type="radio"/> | Closing balance |
- 

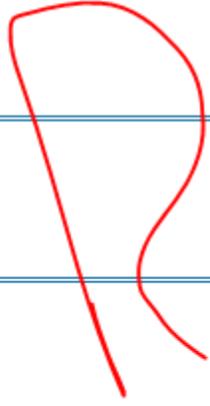
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Question # 4 of 30 (Start time: 10:16:13 AM, 25 June 2021)

_____ is charged to profit and loss account.

Select the correct option

<input type="radio"/>	Capital
<input type="radio"/>	long term loan
<input type="radio"/>	Drawings
<input checked="" type="radio"/>	Bad debts account



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Question # 5 of 30 (Start time: 10:16:32 AM, 25 June 2021)

All of the following are parts of a journal entry EXCEPT:

Select the correct option

<input type="radio"/>	Post reference
<input type="radio"/>	Narration
<input type="radio"/>	Date
<input checked="" type="radio"/>	Closing balance

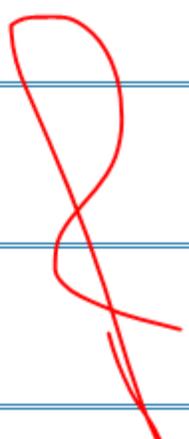


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Question # 6 of 30 (Start time: 10:16:52 AM, 25 June 2021)

Which of the following represents the basic ideology of income statement?

Select the correct option

- | | |
|----------------------------------|--------------------------------------|
| <input checked="" type="radio"/> | Profit = Incomes - Expenses |
| <input type="radio"/> | Assets = Owners equity + Liabilities |
| <input type="radio"/> | Profit = Incomes + Expenses |
| <input type="radio"/> | Assets = Owners equity - Liabilities |
- 

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Question # 7 of 30 (Start time: 10:17:06 AM, 25 June 2021)

Which of the following refers to 'Sources' of an entity?

Select the correct option

- | | |
|----------------------------------|---|
| <input type="radio"/> | Sum of total liabilities only |
| <input type="radio"/> | Sum of owners' equity and total assets |
| <input checked="" type="radio"/> | Sum of owners' equity and total liabilities |
| <input type="radio"/> | Sum of total assets, owners' equity and total liabilities |

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Question # 8 of 30 (Start time: 10:17:20 AM, 25 June 2021)

_____ is the detail of transactions in one's account provided by the bank.

Select the correct option

- | | |
|----------------------------------|-------------------------------|
| <input type="radio"/> | Income statement |
| <input type="radio"/> | Financial statement |
| <input checked="" type="radio"/> | Bank statement |
| <input type="radio"/> | Bank reconciliation statement |
- 

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Question # 9 of 30 (Start time: 10:17:36 AM, 25 June 2021)

Which voucher is used as proof that creditor Mr. A's outstanding amount has cleared?

Select the correct option

<input type="radio"/>	Cash receipt voucher
<input type="radio"/>	Bank receipt voucher
<input checked="" type="radio"/>	Cash payment voucher
<input type="radio"/>	Petty cash voucher

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Question # 10 of 30 (Start time: 10:17:51 AM, 25 June 2021)

Withdrawals by the owner for personal use reduces:

Select the correct option

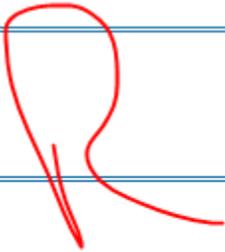
<input checked="" type="radio"/>	Cash
<input type="radio"/>	Liabilities
<input type="radio"/>	Loss
<input type="radio"/>	Revenues

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Question # 11 of 30 (Start time: 10:18:06 AM, 25 June 2021)

Which of the following is the component of financial statement as per International Accounting Standard (IAS) 1?

Select the correct option

- | | |
|----------------------------------|-----------------------------------|
| <input checked="" type="radio"/> | Statement of changes in equity |
| <input type="radio"/> | Statement of changes in asset |
| <input type="radio"/> | Statement of changes in liability |
| <input type="radio"/> | Statement of changes in income |
- 

Question # 12 of 30 (Start time: 10:18:24 AM, 25 June 2021)

Which of the following is a debit entry on the Bank Statement that might not appear in the Cash Book?

Select the correct option

- | | |
|----------------------------------|-----------------------|
| <input checked="" type="radio"/> | A standing order |
| <input type="radio"/> | An uncredited cheque |
| <input type="radio"/> | An unpresented cheque |
| <input type="radio"/> | A credit transfer |

Click to Save Answ

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Question # 13 of 30 (Start time: 10:18:38 AM, 25 June 2021)

Settlement discount is recorded in the books of:

Select the correct option

<input type="radio"/>	Neither seller nor buyer
<input type="radio"/>	Buyer only
<input type="radio"/>	Seller only
<input checked="" type="radio"/>	Both seller and buyer

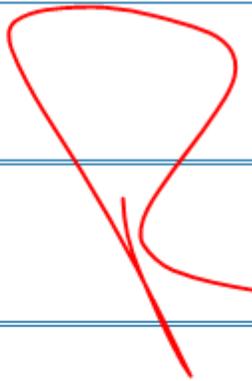
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Question # 14 of 30 (Start time: 10:18:54 AM, 25 June 2021)

After specific intervals, sum of sales journal is posted to the credit side of _____.

Select the correct option

<input checked="" type="radio"/>	Sales account
<input type="radio"/>	None of the given options
<input type="radio"/>	Total creditors account
<input type="radio"/>	Total debtors account



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Question # 15 of 30 (Start time: 10:19:14 AM, 25 June 2021)

A debit balance in the Bank Statement indicates:

Select the correct option

<input type="radio"/>	Cash at bank
<input type="radio"/>	Cash in hand
<input type="radio"/>	Overpayment to creditors
<input checked="" type="radio"/>	Bank overdraft



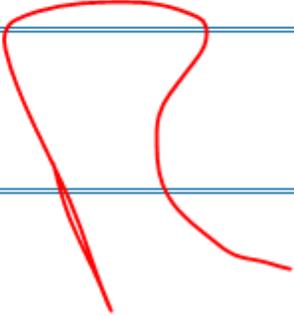
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Question # 16 of 30 (Start time: 10:19:28 AM, 25 June 2021)

Sales - Cost of goods sold = ?

Select the correct option

<input checked="" type="radio"/>	Gross profit
<input type="radio"/>	Current assets
<input type="radio"/>	Operating profit
<input type="radio"/>	Net profit



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Question # 17 of 30 (Start time: 10:19:42 AM, 25 June 2021)

Which of the following is a 'Contra account'?

Select the correct option

<input type="radio"/>	Debt
<input checked="" type="radio"/>	Purchases return
<input type="radio"/>	Capital
<input type="radio"/>	Sales

Handwritten red mark resembling the number '12' is present to the right of the 'Purchases return' option.

Question # 18 of 30 (Start time: 10:19:57 AM, 25 June 2021)

According to _____, business record must be kept independent from the personal records of the owner.

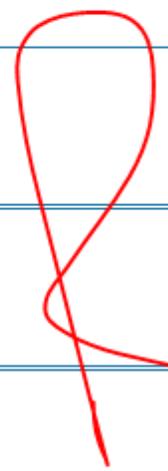
Select the correct option

- | | |
|----------------------------------|---------------------------|
| <input type="radio"/> | Money measurement concept |
| <input type="radio"/> | Dual entry concept |
| <input type="radio"/> | Single entry concept |
| <input checked="" type="radio"/> | Separate entity concept |
- 

Question # 19 of 30 (Start time: 10:20:11 AM, 25 June 2021)

_____ is debited for closing the commission income for the period.

Select the correct option

- | | |
|----------------------------------|--------------------|
| <input type="radio"/> | Accrued commission |
| <input type="radio"/> | Commission expense |
| <input type="radio"/> | Income statement |
| <input checked="" type="radio"/> | Commission income |
- 

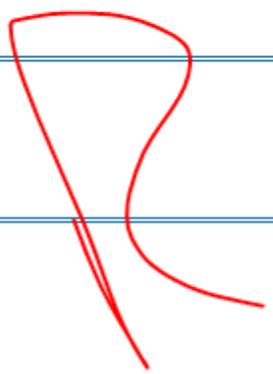
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Question # 20 of 30 (Start time: 10:20:25 AM, 25 June 2021)

Expense due at the end of the period is treated as:

Select the correct option

<input checked="" type="radio"/>	Liability
<input type="radio"/>	Drawings
<input type="radio"/>	Income
<input type="radio"/>	Assets



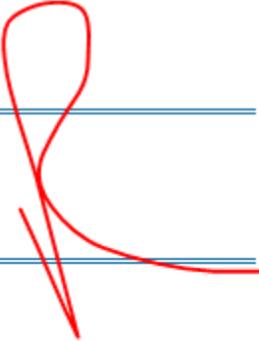
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Question # 21 of 30 (Start time: 10:20:43 AM, 25 June 2021)

Abbreviation Dr. is used in accounting for:

Select the correct option

<input checked="" type="radio"/>	Debit
<input type="radio"/>	Drawings
<input type="radio"/>	Debtor
<input type="radio"/>	Draft

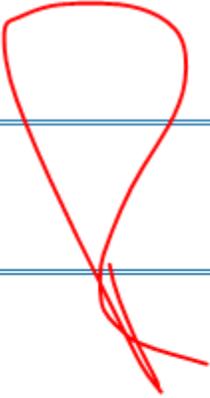


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Question # 22 of 30 (Start time: 10:20:58 AM, 25 June 2021)

Which of the following is considered as "condition" in accounting?

Select the correct option

- | | |
|----------------------------------|----------------------------|
| <input type="radio"/> | Loss by accident |
| <input checked="" type="radio"/> | Provision for depreciation |
| <input type="radio"/> | Foreign exchange loss |
| <input type="radio"/> | Foreign exchange gain |
- 

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Question # 23 of 30 (Start time: 10:21:12 AM, 25 June 2021)

Which of the following should be debited in bank statement?

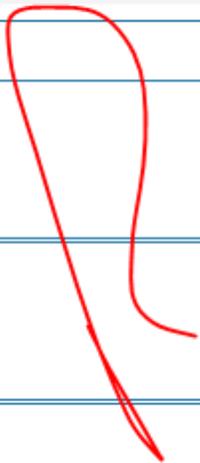
Select the correct option

- | | |
|----------------------------------|---|
| <input type="radio"/> | Dividend received on behalf of customer |
| <input type="radio"/> | Interest on deposit |
| <input type="radio"/> | Amount deposited in bank |
| <input checked="" type="radio"/> | Interest on overdraft |
- 

Question # 24 of 30 (Start time: 10:21:33 AM, 25 June 2021)

Which of the following accounts will be affected when business acquires building on Cash of Rs. 500,000?

Select the correct option

- | | |
|----------------------------------|------------------|
| <input type="radio"/> | Expense account |
| <input type="radio"/> | Bank account |
| <input checked="" type="radio"/> | Building account |
| <input type="radio"/> | Capital account |
- 

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Question # 25 of 30 (Start time: 10:21:47 AM, 25 June 2021)

The favorable balance as per cash book (bank column) is:

Select the correct option

- | | |
|----------------------------------|---|
| <input type="radio"/> | Debit balance as per bank statement |
| <input type="radio"/> | Credit balance as per cash book |
| <input checked="" type="radio"/> | Favorable balance as per bank statement |
| <input type="radio"/> | Unfavorable balance as per bank statement |

Question # 26 of 30 (Start time: 10:22:02 AM, 25 June 2021)

Total Marks: 1

When goods are sold to a customer by an entity and customer promises to pay the amount at certain future time period, that customer is known as

Select the correct option

- | | |
|----------------------------------|-------------|
| <input type="radio"/> | Payables |
| <input type="radio"/> | Liabilities |
| <input type="radio"/> | Equity |
| <input checked="" type="radio"/> | Debtor |
- 

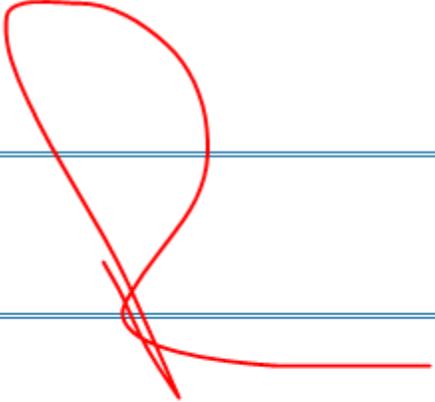
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Question # 27 of 30 (Start time: 10:22:16 AM, 25 June 2021)

Outsider's claim against the assets of the business is also called _____ for entity.

Select the correct option

<input type="radio"/>	Resources
<input type="radio"/>	Expense
<input type="radio"/>	Income
<input checked="" type="radio"/>	Liabilities



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Question # 28 of 30 (Start time: 10:22:33 AM, 25 June 2021)

In case of recovery of bad debts, _____ is debited.

Select the correct option

<input type="radio"/>	Debts account
<input type="radio"/>	Bad debts recovered account
<input checked="" type="radio"/>	Bank account
<input type="radio"/>	Doubtful debts account

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Question # 29 of 30 (Start time: 10:22:48 AM, 25 June 2021)

Irrecoverable debts are also known as:

Select the correct option

- | | |
|----------------------------------|------------------|
| <input type="radio"/> | Long term debts |
| <input type="radio"/> | Doubtful debts |
| <input checked="" type="radio"/> | Bad debts |
| <input type="radio"/> | Short term debts |
- R*

Question # 30 of 30 (Start time: 10:23:02 AM, 25 June 2021)

Which of the following is/are an adjusting item(s) that cause disagreement(s) between cash book and pass book?

Select the correct option

- | | |
|----------------------------------|--|
| <input type="radio"/> | All of the given options |
| <input type="radio"/> | Cheques issued but not yet presented |
| <input type="radio"/> | Cheques deposited but not yet credited |
| <input checked="" type="radio"/> | Bank charges not recorded in cash book |
- 