

PGT ACCOUNTANCY

1. Who launched the 90-day campaign 'Azadi Se Antyodaya Tak'?

- (A) Amit Shah
- (B) Piyush Goyal
- (C) Kiren Rijju
- (D) Giriraj Singh

Correct Answer: (D)

2. Which country signed agreements on training staff and IT cooperation to deepen railway cooperation In Sep 2022?

- (A) Russia-India
- (B) Ukraine-Turkey
- (C) India-Bangladesh
- (D) America-India

Correct Answer: (C)

3. The “Donbas War” is currently being fought in

- (A) Serbia
- (B) Ukraine
- (C) Syria
- (D) Lebanon

Correct Answer: (B)

4. Pedagogy is the study of

- (A) education
- (B) learning process
- (C) teaching methods
- (D) guiding students

Correct Answer: (C)

5. Dyslexia is associated with

- (A) mental disorder
- (B) mathematical disorder
- (C) reading disorder
- (D) behavioural disorder

Correct Answer: (C)

6. Which government organizations will develop guidelines for the education of gifted children?

- (A) NCERT and NCFCS
- (B) NCERT and NCTE
- (C) NCERT and NTA
- (D) NCERT and SCERT

Correct Answer: (B)

7. Which of the following is not function of accounting?

- (A) Decision making
- (B) Measurement
- (C) Forecasting
- (D) Ledger posting

Correct Answer: (D)

8. Accrued and outstanding

- (A) Have same meaning
- (B) Accrued deals with income only
- (C) Outstanding deals with expense only
- (D) Terms have different interpretation

Correct Answer: D

9. Cost of machinery purchased on 1-4-20 for Rs. 10,00,000 and installation charges Rs. 2,00,000 and market value disclosed in the B/S of said machinery Rs. 12,00,000 on 31-3-21. Depreciation is charged @ 10 % on SLM. Which of the following concept is violated by the accountant?

- (A) Cost
- (B) Matching
- (C) Accrual
- (D) Periodically

Correct Answer: A

10. Profit of last 5 years was Rs. 20,000, 25,000, 30,000, 35,000 and 40,000 respectively. Valuation of goodwill is 3 years purchase of average or weighted average profit.

- (A) Value of goodwill under average will be higher than weighted average
- (B) Value of goodwill under average will be less than weighted average
- (C) No change in the value of goodwill under average and weighted average
- (D) None of these

Correct Answer: Option B

11. Match the following:

i)	Receipts and Payments Account is a	A	Cash Basis
ii)	Receipts and Payments Account record transactions of	B	Non-Cash Items
iii)	In Receipts and Payments Account all transactions are recorded on	C	Capital and Revenue Nature
iv)	In Receipts and Payments Account, no adjustment are made for	D	Real Account

Options

- (A) i – A, ii – B, iii – C, iv – D
- (B) i – B, ii – C, iii – A, iv – D
- (C) i – D, ii – C, iii – A, iv – B
- (D) i – C, ii – A, iii – B, iv – D

Correct Answer: (C) i – D, ii – C, iii – A, iv – B

12. Match the following items

i)	Receipts and Payments Accounts	A	Profit Organisation
ii)	Receipts and Payments Account is prepared for a	B	Summary of Cash Book
iii)	Profit and Loss Account is prepared for a	C	Not for Profit Organisation

Options

- (A) i – A, ii – B, iii – C
- (B) i- B, ii-C, iii-A
- (C) i – C, ii – B, iii – A
- (D) i – B, ii – C, iii – C

Correct Answer: (B) i- B, ii-C, iii-A

13. Match the following

i)	Revenue Receipts for the NFPOs	A	Legacy
ii)	Capital Expenditure for the NFPOs	B	Purchase of Books
iii)	Capital Receipts for the NFPOs	C	Donation Received
iv)	Revenue Expenditure for the NFPOs	D	Purchase of Newspapers

Options

- (A) i – A, ii – B, iii – C, iv – D
- (B) i – C, ii – B, iii – A, iv – D
- (C) i – B, ii – A, iii – C, iv – D
- (D) i – D, ii – C, iii – B, iv – A

Correct Answer: (B) i – C, ii – B, iii – A, iv – D

14. **Read the following statements: Assertion (A) and Reason (R). Choose one of the correct alternatives given below:**

Assertion (A): Partnership is the relation between persons who have agreed to share the profits of a business carried on by all or any of them acting for all.

Reason (R): It is defined in the Partnership Act, 1932.

Option:

- (A) Both Assertion (A) and Reason (R) are true and Reason (R) is the correct explanation of Assertion (A).
- (B) Both Assertion (A) and Reason (R) are true and Reason (R) is not the correct explanation of Assertion (A).
- (C) Assertion (A) is true but Reason (R) is False
- (D) Both Assertion (A) and Reason (R) are not correct

Correct Answer: (A) Both Assertion (A) and Reason (R) are true and Reason (R) is the correct explanation of Assertion (A).

15. Read the following statements: Assertion (A) and Reason (R). Choose one of the correct alternatives given below:

Assertion (A): Partners distribute profits and losses in their profit sharing ratio and not in the ratio of their capitals.

Reason (R): If The amount of appropriations, is more than the amount of profit available for distribution, profit is distributed in the ratio of appropriations.

Option:

- (A) Both Assertion (A) and Reason (R) are true and Reason (R) is the correct explanation of Assertion (A).
- (B) Both Assertion (A) and Reason (R) are true and Reason (R) is not the correct explanation of Assertion (A).
- (C) Assertion (A) is true but Reason (R) is False
- (D) Both Assertion (A) and Reason (R) are not correct.

Correct Answer: (B) Both Assertion (A) and Reason (R) are true and Reason (R) is not the correct explanation of Assertion (A).

16. Debit note is issued -

- (A) By seller to purchaser
- (B) By purchaser to seller
- (C) For sales return
- (D) None of these

Correct Answer: (B)

17. What is irrelevant to bank reconciliation statement?

- (A) Any undue delay in the clearance of cheque will be shown up by the reconciliation
- (B) Reconciliation statement will help in finding the person doing any fraud
- (C) Reconciliation is done by the bank
- (D) It helps in finding out of actual position of the bank balance

Correct Answer: (C)

18. During inflation closing stock under LIFO method-
- (A) Would show higher profit
 - (B) Results in to higher value of closing stock
 - (C) No effect on profit and closing stock
 - (D) None of these

Correct Answer: (D)

19. Dairy products comes under the-
- (A) Joint product costing
 - (B) By product costing
 - (C) Process costing
 - (D) Service costing

Correct Answer: (A)

CASE STUDY BASED QUESTION

Read the following hypothetical text and answer the given questions: Amit and Mahesh were partners in a fast-food corner sharing profits and losses in ratio 3:2. They sold fast food items across the counter and did home delivery too. Their initial fixed capital contribution was Rs 1,20,000 and Rs 80,000 respectively. At the end of first year their profit was Rs. 1,20,000 before allowing the remuneration of Rs .3,000 per quarter to Amit and Rs .2,000 per half year to Mahesh. Such a promising performance for first year was encouraging, therefore, they decided to expand the area of operations. For this purpose, they needed a delivery van, a few Scotties and an additional person to support. Six months into the accounting year they decided to admit Sundaram as a new partner and offered him 20% as a share of profits along with monthly remuneration of Rs 2,500. Sundaram was asked to introduce Rs 1,30,000 for capital and Rs .70,000 for premium for goodwill. Besides this Sundaram was required to provide Rs.1,00,000 as loan for two years. Sundaram readily accepted the offer. The terms of the offer were duly executed and he was admitted as a partner.

20. Remuneration will be transferred to _____ of Amit and Mahesh at the end of the accounting period.
- a. Capital account
 - b. Loan account
 - c. Current account
 - d. None of these

Correct Answer: (C)