



INDIAN SCHOOL MUSCAT

Senior Section

Department of Commerce and Humanities

Class : XII

Worksheet-No 12

Reference:

CH- 12: MCQS PART- B FINANCIAL STATEMENTS OF COMPANIES

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ACCOUNTANCY (055)

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Time allowed: 30 minutes

Q1. Which of the following is the element of financial statements?

- (a) Balance Sheet
- (b) Profit & Loss A/c
- (c) Both (a) and (b)
- (d) None of these

Q2. Which of the following is not required to be prepared under the Companies Act:

- (a) Statement of Profit & Loss
- (b) Balance Sheet
- (c) Auditor's Report
- (d) Fund Flow Statement

Q3. Equity ₹ 90,000 Liabilities ₹ 60,000 Profit of the year ₹ 20,000. Then total assets will be :

- (a) ₹ 1,70,000
- (b) ₹ 1,50,000
- (c) ₹1,10,000
- (d) ₹ 80,000

Q4. The reserve which is created for a particular (specific) purpose and which is a charge against revenue is called:

- (a) Capital Reserve
- (b) General Reserve
- (c) Secret Reserve
- (d) Specific Reserve

Q5. An Annual Report is issued by a company to its:

- (a) Directors

- (b) Authors
- (c) Shareholders
- (d) Management

Q6. The profit and loss disclosed by the accounts of a company is:

- (a) Transferred to share capital account
- (b) Shown under the head of 'Current liabilities' and provisions
- (c) Shown under the head 'Reserves and Surplus
- (d) None of these

Q7. The assets of a business can be classified as :

- (a) Fixed and Non-fixed Assets
- (b) Tangible and Intangible Assets
- (c) Non-Current and Current Asset
- (d) None of these

Q8. The term financial statements includes :

- (a) Statement of Profit & Loss
- (b) Balance Sheet
- (c) Statement of Profit & Loss and Balance Sheet
- (d) None of these

Q9. Balance Sheet is a :

- (a) Account
- (b) Statement
- (c) Both (a) and (b)
- (d) All the above

Q10. Financial statements are the product of accounting process.

- (a) First
- (b) Second
- (c) End
- (d) None of these

Q11. Financial statements Disclose:

- (a) Monetary information
- (b) Qualitative information
- (c) Non-monetary information
- (d) All the above

Q12. Statement of Profit & Loss is also called.....:

- (a) Operating Profit
- (b) Balance Sheet
- (c) Income Statement
- (d) Trading Account

Q13. Preliminary expenses are shown in the Balance Sheet under the head:

- (a) Non-current assets

- (b) Current assets
- (c) Non-current liabilities
- (d) Deducted from securities premium reserve

Q14. Debit Balance of Profit & Loss Statement will be shown on:

- (a) Assets Side of Balance Sheet
- (b) Liabilities Side of Balance Sheet
- (c) Under the head Reserve & Surplus
- (d) Under the head Reserves and Surplus as a negative item

Q15. Patents and copyrights fall under the category of:

- (a) Current Assets
- (b) Liquid Assets
- (c) Intangible Assets
- (d) None of these

Q16. Goodwill falls under which category of assets:

- (a) Current Assets
- (b) Tangible Assets
- (c) Intangible Assets
- (d) None of the above

Q17. Contingent Liabilities are exhibited under the heading:

- (a) Fixed Liabilities
- (b) Current Liabilities
- (c) As a footnote
- (d) None of these

Q18. Provision for Provident Funds is shown in the Balance Sheet of a company under the head :

- (a) Reserves and Surplus
- (b) Non-current Liabilities
- (c) Provision
- (d) Contingent Liabilities

Q19. Preliminary Expenses are shown in the Balance Sheet under which head?

- (a) Fixed Assets
- (b) Reserves and Surplus
- (c) Loans & Advances
- (d) None of these

Q20. Financial Statements are:

- (a) Anticipated facts
- (b) Recorded facts
- (c) Estimated facts
- (d) None of these

21. The term current assets includes :

- (a) Stock

- (b) Debtors
- (c) Cash
- (d) All of these

Q22. Which of the following is not a part of financial statement of a company?

- (a) Profit & Loss A/c
- (b) Balance Sheet
- (c) Ledger Account
- (d) Cash Flow Statement

Q23. Under which heading of Balance Sheet is general reserve shown:

- (a) Miscellaneous Expenditure
- (b) Share Capital
- (c) Reserves & Surplus
- (d) None of these

Q24. Current Assets on the Assets side of Balance Sheet of a Company includes:

- (a) Sundry Debtors
- (b) Cash in hand
- (c) Stock
- (d) All of these

Q25. As per provisions of Companies Act, 2013 under which Section, the final accounts of a company is prepared:

- (a) 128
- (b) 210
- (c) 129
- (d) 212

Q26. According to which part of Schedule III of the Indian Companies Act, 2013, Indian companies have to prepare Balance Sheet:

- (a) Part 1
- (b) Part 2
- (c) Part 3
- (d) Part 4

Q27. Balance sheet of companies is now prepared in:

- (a) Horizontal Form
- (b) Vertical Form
- (c) Either (a) or (b) Form
- (d) None of these

Q28. Goodwill of a company is shown on the assets side of the Balance Sheet under the head.

- (a) Current Assets
- (b) Non-current Assets

- (c) Miscellaneous Expenditure
- (d) None of these

Q29. The form of Balance Sheet as per Companies Act, 2013 is:

- (a) Horizontal
- (b) Horizontal or Vertical
- (c) Vertical
- (d) None of these

Q30. Which of the following assets is not shown under the head 'Fixed Asset' in the Balance Sheet ?

- (a) Goodwill
- (b) Bills Receivable
- (c) Buildings
- (d) Vehicle

Q31. Securities Premium Account is shown on the liabilities side in the Balance Sheet Under heading

- (a) Reserves and Surplus
- (b) Current Liabilities and Provisions
- (c) Share Capital
- (d) Contingent Liabilities

Q32. Debentures are shown in the Balance Sheet under the head of:

- (a) Short-term Loan
- (b) Secured Loan
- (c) Current Liability
- (d) Share Capital

Q33. Dividend is usually paid :

- (a) On Authorised Capital
- (b) On Issued Capital
- (c) On Paid-up Capital
- (d) On Called-up Capital

Q34. Amount set aside to meet losses due to bad debts is called:

- (a) Reserve
- (b) Provision
- (c) Liability
- (d) None of these

Q35. Which Section of the Companies Act, 2013 requires that the Balance Sheet to be prepared in prescribed form ?

- (a) Section 128
- (b) Section 130
- (c) Section 129
- (d) Section 212

PLEASE PRACTICE AND THAN CHECK ANSWER

ANSWERS :-

Q No	Answer	Q No	Answer	Q No	Answer
1	C	13	D	25	C
2	C	14	D	26	A
3	A	15	C	27	B
4	D	16	C	28	B
5	C	17	C	29	C
6	C	18	B	30	B
7	C	19	D	31	A
8	C	20	B	32	B
9	B	21	D	33	C
10	C	22	C	34	B
11	A	23	C	35	C
12	C	24	D		

Marks Scored :-----/ 35