

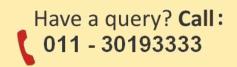


## FINANCE AND ACCOUNTING

<b>Q1.</b> Horizon Ltd. bought furniture costing Rs. 2,00,000. They have been following depreciation at 20% since 5 years on furniture. What will be the amo`unt of depreciation at the end of the first year?
o Rs. 40,000
o Rs. 20,000
o Rs. 10,000
o Rs. 5,000
Q2. Debt-Equity ratio helps to study
o Profitability
o Turnover
o Solvency
o Liquidity
Q3. Complete the formula
Prime cost + work overhead + opening work in progress - closing work in progress =
o Material cost
o Works cost
o Period cost
<ul> <li>Cost of production</li> </ul>
Q4. Which of the following transactions has/have contra entries?
(A) Paid to bank - Rs.7,000.
(B) Paid salaries by cheque - Rs.8,200
(C) Received cheque from Neeraj - Rs. 18,000
(D) Drew from bank for shop use - Rs.1,500
o Only 1
o 1, 3 and 4
o 1, 2, 3 and 4
<ul> <li>None of the above</li> </ul>
Q5. Development expenditure for a coffee industry is a
Revenue expenditure

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Deferred revenue expenditure





o Capital expenditure