

**PENANG SANGAM HIGH SCHOOL**

**YEAR 11**

**ACCOUNTING**

**WORKSHEET 1**

**Questions**

**Multiple Choices**

Circle the best answer.

**1. Management Accounting** is mainly concerned with providing information to:

- A. internal parties
- B. internal auditors
- C. external auditors
- D. external parties

**2.** Which of the following is a **fixed** expense?

- |                          |               |
|--------------------------|---------------|
| A. Credit card payment   | B. Medical    |
| C. Hire purchase payment | D. Water bill |

**3.** All tax payers in Fiji must have a

- |                              |                   |
|------------------------------|-------------------|
| A. Mobile number             | B. serial number  |
| C. Tax identification number | D. Voucher number |

**4.** Which of the following is the **characteristic** of accounting data?

- |                 |               |
|-----------------|---------------|
| A. Consistency  | B. Continuity |
| C. Subjectivity | D. Timeliness |

**5.** Unlimited liability means

- A. a company does not have to pay its debts.
- B. shareholders only pay for part of their debts.
- C. Owner is liable to pay all business debts.
- D. shareholders liability is limited to the debts of the company.

6. Which of the following business has a separate legal and accounting entity?
- A. Sole trader  
B. Partnership  
C. Company  
D. Unregistered club
7. Which of the following businesses is the owner(s) **not liable** to pay for all the debts of the business?
- A. Ali's Cabs  
B. Santa and Mary's Hair Salon  
C. Raj &Max Associates  
D. Fiji TV Limited
8. **Book of first entry** is done in accounting cycle when
- A. Journal entries are made.  
B. A trial balance is prepared.  
C. Postings are made to the ledger.  
D. Source documents are prepared.
9. Insurance due on Balance Day was \$500. The effects on the **Simple** Accounting Equation would be a increase in liabilities and
- A. a decrease in capital.  
B. an increase in capital.  
C. a decrease in expenses.  
D. an increase in expenses.
10. The **purpose** of Balance day adjustment is to
- A. detect fraud and errors.  
B. analyse transactions from journals.  
C. match costs against related income for the period.  
D. ensure that accounting procedures are followed.