

Part	sub/obj	Marks	Question	Answer Option 1	Answer Option 2	Answer Option 3	Answer Option 4	Correct Answer(A/B/C/D)	CO	Bloom's Taxonomy Level
A	obj	1	Tata Consultancy Services (TCS) makes a statement that it has set aside Rs 2,745 crore (USD 420 million) as contingent liability following the reduced damages pronounced by a US court in its legal tussle with Epic Systems Corporation. Which principle of accounting is practiced here:	Separate entity concept	Conservatism convention	Materiality Convention	None of the above	B	CO1	L3
A	obj	1	During the year, founder of XYZ Cycles Ltd had taken home a cycle from his business, to present his son for his birthday. He has included the cost of this cycle (Rs 25,000) as a business expense while calculating the profits, which came to Rs 80,000. Based on this information, the profit will be Rs.....?	55,000	1,05,000	25,000	80,000	B	CO2	L3
A	obj	1	If trial balance matches, it always means that none of the transaction has been completely omitted.	True	False			B	CO1	L2
A	obj	1	Bank account is a personal account	TRUE	False			A	CO1	L2
A	obj	1	Capital account is a real account	TRUE	False			B	CO1	L2
A	obj	1	Opening stock +Purchases – Closing stock = Cost of Goods sold	TRUE	False			B	CO1	L2
A	obj	1	Discount Allowed Rs6000 was wrongly recorded as discount received by ABC Ltd. What is the effect on Net Profit of ABC Ltd.?	Net Profit understated by Rs 12,000	Net Profit understated by Rs 6000	Net Profit overstated by Rs 12,000	Net Profit overstated by Rs 6000	C	CO2	L3
A	obj	1	A company paid annual subscription fees of Rs. 1,400 for trade magazines. Out of which Rs200 is prepaid. In such case net profit is:	Net Profit understated by Rs 200	Net Profit understated by Rs 400	Net Profit overstated by Rs 200	Net Profit overstated by Rs 400	A	CO2	L3
A	obj	1	The trial balance show only nominal account balances.	TRUE	False			B	CO1	L1
A	obj	1	Which of the following would not be included on a balance sheet?	Accounts receivable	Accounts payable.	Sales.	Cash	C	CO1	L2
A	obj	1	Asset – Capital= Liability	TRUE	False			A	CO1	L1
A	obj	1	As per IND AS-2 "inventory shall be valued at cost or Net realizable value, whichever is higher"	TRUE	False			B	CO2	L1
A	obj	1	The gradual and systematic writing off of a Natural Resource over an appropriate period is known as:	Depreciation	Depletion	Amortisation	Can't say	B	CO2	L1
A	obj	1	Profit and loss account reveals the operating results of business of the current year only.	TRUE	False			A	CO2	L2
A	obj	1	Reserve and Surplus are created out of Retained Earnings	TRUE	False			A	CO2	L2
A	obj	1	Which of the following will not appear in books of Dilbagh Singh's Profit and Loss Account?	Purchase of computer software license for 10 years.	Insurance Premium	Repair of Machinery.	Salesmen commission.	A	CO2	L3
A	obj	1	For Adani Power Pvt Ltd Company which of the following statement is NOT true:	Adani power has a limited Liability	Adani power is governed through Board	Adani power is registered in Partnership act	Adani Power is a separate legal entity	C	CO2	L2
A	obj	1	Vijay Traders Limited borrowed money & invested in business. When lenders asked Vijay to return the invested money, Vijay responded by stating that he invested them into business & it went bankrupt. Thus, he can't be personally held liable for loss in business & they are separate legal entities! Is he right?	Yes	No			A	CO1	L3
A	obj	1	On July 29, 2022 media publishes that Tata Steel recognised amongst the India's top 10 most attractive employer brands in India. Which head of Income Statement you would like to study to know more details about this news?	Selling and Distribution	Management Expenses	Financial Cost	Abnormal Expenses	B	CO2	L2

Part	sub/obj	Marks	Question	Answer Option 1	Answer Option 2	Answer Option 3	Answer Option 4	Correct Answer(A/B/C/D)	CO	Bloom's Taxonomy Level																								
A	obj	1	<p>What is the significance of the table mentioned below for a manager (extracted from financial results of Tata Steel)? Choose the correct option</p> <table border="1"> <thead> <tr> <th>Year End</th> <th>Mar 2022</th> </tr> </thead> <tbody> <tr> <td colspan="2">Inc / Exp Performance</td> </tr> <tr> <td>Net Sales</td> <td>1290213.50</td> </tr> <tr> <td>Total Income</td> <td>1304733.70</td> </tr> <tr> <td>Total Expenditure</td> <td>778915.00</td> </tr> <tr> <td>PBIDT</td> <td>525818.70</td> </tr> <tr> <td>PBIT</td> <td>468827.30</td> </tr> <tr> <td>PBT</td> <td>440906.50</td> </tr> <tr> <td>PAT</td> <td>330111.80</td> </tr> </tbody> </table>	Year End	Mar 2022	Inc / Exp Performance		Net Sales	1290213.50	Total Income	1304733.70	Total Expenditure	778915.00	PBIDT	525818.70	PBIT	468827.30	PBT	440906.50	PAT	330111.80	The table highlights profit for different stakeholders	The table does not highlight the profit for real owners of the company	None of A and B is true	Both A and B are true	D	CO2	L3						
Year End	Mar 2022																																	
Inc / Exp Performance																																		
Net Sales	1290213.50																																	
Total Income	1304733.70																																	
Total Expenditure	778915.00																																	
PBIDT	525818.70																																	
PBIT	468827.30																																	
PBT	440906.50																																	
PAT	330111.80																																	
A	obj	1	<p>Gross Block here refers to:</p> <table border="1"> <thead> <tr> <th colspan="2">Sources of Funds</th> </tr> </thead> <tbody> <tr> <td>Equity Paid Up</td> <td>12221.70</td> </tr> <tr> <td>Reserves and Surplus</td> <td>1242113.90</td> </tr> <tr> <td>Net Worth</td> <td>1245797.60</td> </tr> <tr> <td>Total Debt</td> <td>322754.70</td> </tr> <tr> <th colspan="2">Application of Funds</th> </tr> <tr> <td>Gross Block</td> <td>1280780.70</td> </tr> <tr> <td>Investments</td> <td>434975.40</td> </tr> <tr> <td>Cash and Bank balance</td> <td>28552.90</td> </tr> <tr> <td>Net Current Assets</td> <td>-223752.60</td> </tr> <tr> <td>Total Current Liabilities</td> <td>536648.30</td> </tr> <tr> <td>Total Assets</td> <td>2219862.20</td> </tr> </tbody> </table>	Sources of Funds		Equity Paid Up	12221.70	Reserves and Surplus	1242113.90	Net Worth	1245797.60	Total Debt	322754.70	Application of Funds		Gross Block	1280780.70	Investments	434975.40	Cash and Bank balance	28552.90	Net Current Assets	-223752.60	Total Current Liabilities	536648.30	Total Assets	2219862.20	Stock	Debtors	PPE	Cash	C	CO2	L2
Sources of Funds																																		
Equity Paid Up	12221.70																																	
Reserves and Surplus	1242113.90																																	
Net Worth	1245797.60																																	
Total Debt	322754.70																																	
Application of Funds																																		
Gross Block	1280780.70																																	
Investments	434975.40																																	
Cash and Bank balance	28552.90																																	
Net Current Assets	-223752.60																																	
Total Current Liabilities	536648.30																																	
Total Assets	2219862.20																																	
A	obj	1	<p>The given table is:(CO2, L2)</p> <table border="1"> <thead> <tr> <th colspan="2">Sources of Funds</th> </tr> </thead> <tbody> <tr> <td>Equity Paid Up</td> <td>12221.70</td> </tr> <tr> <td>Reserves and Surplus</td> <td>1242113.90</td> </tr> <tr> <td>Net Worth</td> <td>1245797.60</td> </tr> <tr> <td>Total Debt</td> <td>322754.70</td> </tr> <tr> <th colspan="2">Application of Funds</th> </tr> <tr> <td>Gross Block</td> <td>1280780.70</td> </tr> <tr> <td>Investments</td> <td>434975.40</td> </tr> <tr> <td>Cash and Bank balance</td> <td>28552.90</td> </tr> <tr> <td>Net Current Assets</td> <td>-223752.60</td> </tr> <tr> <td>Total Current Liabilities</td> <td>536648.30</td> </tr> <tr> <td>Total Assets</td> <td>2219862.20</td> </tr> </tbody> </table>	Sources of Funds		Equity Paid Up	12221.70	Reserves and Surplus	1242113.90	Net Worth	1245797.60	Total Debt	322754.70	Application of Funds		Gross Block	1280780.70	Investments	434975.40	Cash and Bank balance	28552.90	Net Current Assets	-223752.60	Total Current Liabilities	536648.30	Total Assets	2219862.20	Cash Flow Statement	Balance Sheet	Income statement	Trial Balance	B	CO2	L2
Sources of Funds																																		
Equity Paid Up	12221.70																																	
Reserves and Surplus	1242113.90																																	
Net Worth	1245797.60																																	
Total Debt	322754.70																																	
Application of Funds																																		
Gross Block	1280780.70																																	
Investments	434975.40																																	
Cash and Bank balance	28552.90																																	
Net Current Assets	-223752.60																																	
Total Current Liabilities	536648.30																																	
Total Assets	2219862.20																																	

Part	sub/obj	Marks	Question	Answer Option 1	Answer Option 2	Answer Option 3	Answer Option 4	Correct Answer(A/B/C/D)	CO	Bloom's Taxonomy Level
A	obj	1	Although Accounting information is widely used by variety of external parties, financial reporting is primarily directed towards the information needs of :	Customer	Employees	Equity Analysts and Credit Rating Agencies	Investors and Creditors	C	CO1	L2
A	obj	1	Contingent liabilities are disclosed as _____ to the balance sheet.	Annexures	Footnotes	None of these		B	CO2	L1
A	obj	1	Asset losses expected due to non-collection of receivables are called _____.	Trade Receivables	Bill of Exchange	Bad Debts		C	CO2	L1
A	obj	1	The expired cost with respect to a fixed asset is referred to as _____ expense.	Gross Block	Depreciation	Investment		B	CO1	L1
A	obj	1	The expiration of the cost of intangible assets is referred to as _____.	Amortization	Depreciation	Investment		A	CO1	L1
A	obj	1	The Profit & Loss Account is a summary of _____ and _____ for an accounting period.	Profit and Loss	Income and Expenses	Assets and Liabilities	All of above	B	CO2	L1
A	obj	1	A CFO believing in Astrology decided to show the accounts by taking business having a finite duration, after the prediction that world is ending in 2012. Which accounting principle she violated?	Going Concern	Accounting Period	Consistency	Business Entity	A	CO1	L2
A	obj	1	Advance received from customers (also known as, Unearned Revenue) would be reflected as _____ part of the Balance Sheet.	Current Assets	Current Liabilities	None of the above		B	CO2	L1
A	obj	1	The accounts of ABC Ltd. show a profit of Rs 90,000 for the year. This includes an amount of Rs 15,000 relating to an order just received. Based on this information, the actual profit will be.....	1,05,000	90,000	15,000	75,000	D	CO2	L3
A	obj	1	Accounting equation is the application of _____	Dual Aspect Concept	Matching of Cost and Revenue	Disclosure	Accounting Period Concept	A	CO1	L2
A	obj	1	A closer look at the Reliance Industries' FY19 annual report reveals changes in accounting policies and 'related party' transactions that helped to improve the company's earnings per share (EPS). Identify the principal of Accounting about which stakeholders should be informed with reference to the given statement.	Consistency convention	Separate entity concept	Conservatism convention	Matching of Cost and Revenue	A	CO1	L3
A	obj	1	What is the sum of accounting equation after below transactions? Started Business with Rs. 20,000 Shop is purchased by paying Rs 10,000 cash and signing a mortgage for Rs. 40,000 Purchased merchandise for cash worth Rs. 5000 and credit Rs. 15,000	57,000	75,000	60,000	1,00,000	B	CO1	L1
A	obj	1	The Securities and Exchange Board of India's erstwhile Chairman lamented that many companies merely fill the fields in their annual report mandated by the regulator like check-boxes, which the regulators said is "not acceptable". "Documents as important as the financial results, annual reports, corporate governance reports and others need the level of quality the investors deserve," he said. Which Principle of accounting is reiterated here :	Verifiable Objective Evidence Concept	Materiality Convention	Going Concern Concept	Cost concept	B	CO1	L3

Part	sub/obj	Marks	Question	Answer Option 1	Answer Option 2	Answer Option 3	Answer Option 4	Correct Answer(A/B/C/D)	CO	Bloom's Taxonomy Level
A	obj	1	The scam broke in 2009 when founder-chairman of Satyam Computers Ramalinga Raju confessed that the company's accounts were tampered with. Raju also manipulated the books by non-inclusion of certain receipts and payments, resulting in an overall misstatement to the tune of Rs 12,318 crore, shows an analysis of findings of SEBI's probe. As many as 7,561 fake bills which were even detected in the company's internal audit reports and were furnished by one single executive. Which Principle of accounting is violated here:	Verifiable Objective Evidence Concept	Materiality Convention	Going Concern Concept	Cost concept	A	CO1	L3
A	obj	1	Which of the following is a Non Current Asset?	Mortgage Loan	Patent Rights	Prepaid Advertising	Bank Balance	B	CO2	L2
A	obj	1	In an interview to CNBC 18, Infosys founder NR Narayana Murthy made his opinion clear that time. He said, "We (founders) are quite happy with Vishal Sikka, he is doing a good job." Which concept of accounting is reflected here:	Consistency convention	Separate entity concept	Disclosure Convention	Matching of Cost and Revenue	B	CO1	L3
A	obj	1	Retained Earnings are:	amount of money held in a business after its owner(s) have taken their share of the profits	amount of money held in a business after its Debtor(s) have taken their share of the profits	amount of money held in a business after its Lenders(s) have taken their share of the profits	amount of money held distributed to owners from earnings	A	CO2	L1
A	obj	1	Which of the following is not a Method for Inventory valuation:	FIFO	LIFO	KIFO	HIFO	C	CO1	L1