

1. Which one of the following is not a clerical error?
 - (A) Error of omission
 - (B) Error of commission
 - (C) Error of principle
 - (D) More than one of the above

2. A laptop worth ₹12,000 purchased for the daughter of a partner was debited to the general expenses account with ₹2,000. In the rectifying entry, the drawings account should be debited with:
 - (A) ₹12,000
 - (B) ₹14,000
 - (C) ₹2,000
 - (D) More than one of the above

3. Which of the following errors will be revealed by the Trial Balance?
 - (A) Compensating Errors
 - (B) Errors of Commission
 - (C) Errors of Complete Omission
 - (D) More than one of the above

4. An entry of ₹6,500 was wrongly posted to Salaries account instead of Machinery account as Salaries are to be capitalised. It is
 - (A) an error of commission
 - (B) a clerical error
 - (C) an error of principle
 - (D) an error of omission

5. Cash paid to Hemant Joshi, ₹800 was debited to Hiral Joshi as ₹8,000. This is an example of:
 - (A) compensating error
 - (B) error of omission
 - (C) error of commission
 - (D) error of principle

6. Whenever errors are noticed in the accounting records, they should be rectified
 - (A) At the time of preparation of the trial balance
 - (B) Without waiting the accounting year to end
 - (C) After preparation of final accounts
 - (D) In the next accounting year

7. Which error can arise because of failure to differentiate between capital & revenue expenditure or capital and revenue receipts
 - (A) Error of Principle
 - (B) Error of Omission
 - (C) Error of Compensation
 - (D) Error of Commission

8. Goods purchased from A for 10,000 passed through the sales book. The error will result in
 - (A) Increase in gross profit.
 - (B) Decrease in gross profit.
 - (C) Decrease in Net profit.
 - (D) No effect on gross profit.

9. If a purchase return of ₹1,000 has been wrongly posted to the debit of the sales returns account, but has been correctly entered in the suppliers' account, the total of the Trial balance would show the debit side to be 1,000 more than the credit.
Trial balance would show the credit side to be 1,000 more than the debit.
The debit side of the trial balance will be 2,000 more than the credit side.
None Of The above
10. If the amount is posted in the wrong account or it is written on the wrong side of the account, it is called
Error of omission.
Error of commission.
Error of principle.
All Of The Above
11. 200 paid as wages for erecting a machine should be debited to
Repair account.
Machine account.
Capital account.
Wages Account
12. On purchase of old furniture, the amount of 1,000 spent on its repair should be debited to
Repair account.
Furniture account.
Cash account.
Any Of The Above
13. Goods costing 1,28,000 taken for domestic use by proprietor were credited to Sales Account. While passing rectification entry Account is to be debited and Account is to be credited.
Advertisement; Purchases
Drawings; Purchases
Sales; Purchases
Sales; Suspense
14. Books of accounts are closed now it is identified that in place of wages account, salaries account has been debited, what would be the accounting entry
Wages A/c Dr
To P & L Adjustment A/c

Wages A/c Dr
To Salaries A/c

P & L Adjustment A/c Dr
To P & L Adjustment A/c

Wages A/c Dr
To Suspense A/c
15. Rectification Entries can be passed through

General Journal
Special Journal
Journal Proper
Both A & C

Dhruv Classes (DCC)