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Pakistan

NGO Related MCQS

1)

Which of the following is generally considered as a non profit oriented organization?

- A) **Charitable organization**
- B) Corporation
- C) Audit firms
- D) Insurance companies

2)

The receipts and payments account of a non-profit organization is a

- A) Nominal account
- B) **Real account_**
- C) Income statement account_
- D) Financial statement

3)

Non-profit organizations prepare all of the following accounts except the

- A) Receipts and payment accounts_
- B) Income and Expenditure accounts_
- C) Balance sheet
- D) **Income statement_**

4)

Expenditures greater than incomes of a non-profit organization give rise to a

- A) Loss_
- B) Profit_
- C) Surplus_

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D) **Deficit**

5)

Rent expense of a non-profit organization paid in advance. Which of the following is the correct classification of rent?

A) Expense

B) Liability

C) Equity

D) **Asset**

6)

An advance receipt of subscription from a member of the non-profit organization is considered as a/an

A) Expense

B) **Liability**

C) Equity

7)

Income and expenditure account is based on

A) Cash accounting

B) **Accrual accounting**

C) Government accounting

D) Management accounting

8)

Which of the following is regarded as apt to show the purchase of a fixed asset?

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- A) Income and Expenditure account_
- B) Profit and loss account
- C) **Balance sheet_**

9)

Which of the following is to be recorded in an income and expenditure account?

- A) Purchase of a fixed asset_
- B) Capital expenditure incurred on a fixed asset_
- C) **Profit on the sale of a fixed asset_**
- D) Sale of a fixed asset

10)

Honorarium is a kind of remuneration paid to a person who is not the employee of a non-profit organization. Which of the following statements is true about the honorarium payment?

- A) **It's a revenue expenditure_**
- B) It's a Capital expenditure_
- C) It is not recorded in the books of accounts_