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ACC102

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1. The need for accounting Information does not include one of the following

It provides information useful for making economic decisions

It is used to judge the ability of management to utilize the entity's resources effectively

It provides information to government for determining the tax payable on the profit

---> The source of information must be verifiable

2. The practice of dividing the life of an entity into discrete periods for the purpose of preparing financial statements is

Historical Cost Concept/

---> Periodicity Concept

Matching Concept

The accruals concept

3. The manual accounting system refers to the keeping of accounting record by

Typewritten

---> Handwritten

Video recording

Printing

4. emphasizes the properties of being separate and discrete.

---> Entity concept

Time period concept

separate determination concept

the cost concept

5. One of these is not a quality of good accounting information

Reliability

Comparability

---> Promptness

Timeliness

6. The concept that assumes that the preparer should look at the economic substance of a transaction isâ€¦

Consistency Concept

Prudence Concept

--->> Substance Over Form Concept

Separate Determination Concept

7. A manual system of accounting is cheaper to install in terms of â€¦.

Revenue

coding

--->> cost

Source documents

8. â€¦ is the assumption that an entity will continue in operational existence for the foreseeable future.

--->> Going Concern Concept

Matching Concept

Accruals Concept

Entity Concept

9. The grouping of accounts in reports and financial statements is calledâ€¦â€¦

Chart of Account

--->> Account Types

Account code

typical chart of account

10. The use of electronic device in the posting and preparation of accounting records is called

Computer input accounting system

Manual accounting system

--->> Mechanical Accounting System

Software System