

ASSESSMENT # 2

Total Marks: 30

- 1.** Give short answers to the following questions: (16)
- i. Who is an accountant?
 - ii. Describe various roles and activities that accountants perform.
 - iii. What type of duties does a controller perform?
 - iv. What is a double entry system? Outline the steps involved in Double entry system.
 - v. What is the meaning of 'Debit' and 'Credit' in accounting?
 - vi. What is meant by 'Hybrid basis' accounting? How the entries are recorded using this method?
 - vii. What is the difference between 'Real Accounts' and 'Personal Accounts'?
 - viii. How do we record the entries using cash basis accounting method?
- 2.** What are the main objectives of book-keeping? How would you distinguish book keeping from accounting? (4)
- 3.** Multiple choice questions, Tick the correct answer. (5)
- i. Stock is?
 - The quantity of goods at the end of the year
 - The total value of all the goods purchased during the year
 - Items purchased to sell at a profit
 - The value of goods left over at the end of the year
 - Fixed assets acquired during the year
 - ii. Which of the following is not an asset?
 - Creditors
 - Fixed assets
 - Cash
 - Debtors
 - Petty cash
 - iii. Capital is?
 - The total amount of cash in the business
 - The amount the bank has invested in the business
 - Total of the fixed assets and current assets
 - The total amount the owner has invested in the business
 - The total amount owed by the business to the bank

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- iv. Interest paid to a bank is an example of?
- Income
 - Liabilities
 - Expenses
 - Drawings
 - Fixed assets
- v. Debtors are?
- The owner
 - The bank
 - Suppliers
 - Employees
 - Customers

Activity

(5)

Please meet one or more of the following personnel in any organisation and talk to them about their respective roles within the organisation.

Accountant

- 1.....
2.
3.

Chief Accountant

- 1.....
2.
3.

Internal Auditor

- 1.....
2.
3.