

22 Lecture - MGT101

Important Mcqs

1. **Which of the following is the primary purpose of a bank reconciliation statement?**
- A) To identify outstanding checks
 - B) To identify deposits in transit
 - C) To identify bank charges
 - D) All of the above

Answer: D) All of the above

2. **Which of the following items should be added to the bank balance when preparing a bank reconciliation statement?**
- A) Outstanding checks
 - B) Deposits in transit
 - C) Bank charges
 - D) None of the above

Answer: B) Deposits in transit

3. **Which of the following items should be deducted from the bank balance when preparing a bank reconciliation statement?**
- A) Outstanding checks
 - B) Deposits in transit
 - C) Bank charges
 - D) None of the above

Answer: A) Outstanding checks

4. **Which of the following items should be added to the book balance when preparing a bank reconciliation statement?**
- A) Outstanding checks
 - B) Deposits in transit
 - C) Bank charges
 - D) None of the above

Answer: D) None of the above

5. **Which of the following items should be deducted from the book balance when preparing a bank reconciliation statement?**
- A) Outstanding checks
 - B) Deposits in transit
 - C) Bank charges
 - D) None of the above

Answer: C) Bank charges

6. **A bank reconciliation statement is prepared to reconcile which of the following two balances?**
- A) Book balance and net income
 - B) Book balance and bank balance
 - C) Book balance and revenue balance
 - D) None of the above

Answer: B) Book balance and bank balance

7. **Which of the following is an example of a timing difference in a bank reconciliation statement?**
- A) An outstanding check
 - B) A bank error
 - C) A deposit in transit
 - D) None of the above

Answer: C) A deposit in transit

8. **Which of the following is an example of a bank error in a bank reconciliation statement?**
- A) An outstanding check
 - B) A deposit in transit
 - C) A bank charge
 - D) None of the above

Answer: D) None of the above

9. **Which of the following is the correct formula for calculating the adjusted book balance in a bank reconciliation statement?**
- A) Book balance + deposits in transit - outstanding checks - bank charges
 - B) Book balance - deposits in transit - outstanding checks - bank charges
 - C) Book balance + deposits in transit + outstanding checks + bank charges
 - D) None of the above

Answer: B) Book balance - deposits in transit - outstanding checks - bank charges

10. **Which of the following is the correct formula for calculating the adjusted bank balance in a bank reconciliation statement?**
- A) Bank balance + deposits in transit - outstanding checks - bank charges
 - B) Bank balance - deposits in transit - outstanding checks - bank charges
 - C) Bank balance + deposits in transit + outstanding checks + bank charges
 - D) None of the above

Answer: A) Bank balance + deposits in transit - outstanding checks - bank charges