

34 Lecture - MGT101

Important Mcqs

- 1. Which financial statement shows the revenue, expenses, and net income of a partnership?**
 - a) Income statement
 - b) Balance sheet
 - c) Statement of partners' equity
 - d) Statement of cash flows**Answer: a) Income statement**
- 2. Which financial statement shows the assets, liabilities, and equity of a partnership at a specific point in time?**
 - a) Income statement
 - b) Balance sheet
 - c) Statement of partners' equity
 - d) Statement of cash flows**Answer: b) Balance sheet**
- 3. Which financial statement shows the changes in each partner's capital account over a specific period?**
 - a) Income statement
 - b) Balance sheet
 - c) Statement of partners' equity
 - d) Statement of cash flows**Answer: c) Statement of partners' equity**
- 4. What is the primary purpose of financial statements in a partnership?**
 - a) To provide information about the partners' salaries
 - b) To provide information about the partnership's legal structure
 - c) To provide information about the partnership's financial position and performance
 - d) To provide information about the partnership's marketing strategies**Answer: c) To provide information about the partnership's financial position and performance**
- 5. Which of the following items would be included in the income statement of a partnership?**
 - a) Partners' capital contributions
 - b) Interest income
 - c) Accounts payable
 - d) Equipment purchased**Answer: b) Interest income**
- 6. Which financial statement would show the balance of each partner's capital account at the end of the period?**
 - a) Income statement
 - b) Balance sheet

- c) Statement of partners' equity
- d) Statement of cash flows

Answer: c) Statement of partners' equity

7. **Which financial statement would show the cash inflows and outflows of the partnership during the period?**

- a) Income statement
- b) Balance sheet
- c) Statement of partners' equity
- d) Statement of cash flows

Answer: d) Statement of cash flows

8. **Which of the following items would be included in the balance sheet of a partnership?**

- a) Interest expense
- b) Accounts receivable
- c) Sales revenue
- d) Salaries paid to partners

Answer: b) Accounts receivable

9. **Which financial statement would show the amount of revenue generated by the partnership during the period?**

- a) Income statement
- b) Balance sheet
- c) Statement of partners' equity
- d) Statement of cash flows

Answer: a) Income statement

10. **Which financial statement would show the amount of net income allocated to each partner at the end of the period?**

- a) Income statement
- b) Balance sheet
- c) Statement of partners' equity
- d) Statement of cash flows

Answer: c) Statement of partners' equity