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