

Worksheet 1
Accountancy
Class XI

Select the correct alternative:

1. Capital is
 - A. Internal liability
 - B. External liability
 - C. Internal as well as external liability
 - D. None of these.
2. Goods taken by the proprietor for personal use is
 - A. Sale
 - B. Drawings
 - C. Purchase
 - D. None of these
3. A person who owes money to a firm against goods sold is called a
 - A. Creditor
 - B. Debtor
 - C. Both (a) and (b)
 - D. None of these.
4. A person to whom money is owed by a firm for purchase of goods is called a
 - A. Creditor
 - B. Debtor
 - C. Both (a) and (b)
 - D. None of these.
5. Purchase refers to the purchase of
 - A. Goods for resale
 - B. Stationery for office use
 - C. Assets for the factory
 - D. None of the above

Answer the following:

6. Give the meaning of Accounting.
7. Define Book Keeping.
8. What is meant by cash transactions?
9. What are Assets ?
10. Briefly explain the term 'Goods'.