

Exam Name - Certified Professional Accountant Manager (CPAM)[™]

Sample Exam

1. Amount brought in by the proprietor should be credited to:

- A. Cash account
- B. Capital account
- C. Drawings account
- D. Creditors account

Answer **B**

2. Which of the following is a real (permanent) account?

- A. Goodwill
- B. Sales
- C. Accounts Receivable
- D. Both Goodwill and Accounts Receivable

Answer **D**

3. Which error is disclosed in the trial balance?

- A. Recording transactions in wrong account
- B. Duplication of a transaction
- C. Posting only the debit part of an entry
- D. Recording wrong amount in both debit and credit

Answer **C**

4. Financial information should be neutral and bias-free” embodies which concept?

- A. Completeness
- B. Faithful representation
- C. Objectivity
- D. Duality

Answer **C**

5. Which accounting concept assumes business will continue indefinitely?

- A. Money measurement
- B. Matching
- C. Going concern
- D. Cost

Answer **C**

6. The rule “what comes in is debited; what goes out is credited” applies to:

- A. Personal accounts
- B. Real accounts
- C. Nominal accounts
- D. All of these

Answer **B**