14.Cash receipts which are recurring in a nature are called as revenue receipts

15.Return outward are deducted from purchase

16.Expenses which are paid before due date are called as a prepaid expenses

17.Assets which are held in the business for a long period are called Fixed Assets

18.Trading account is prepared on the basis of is direct expenses

19.When a commission is allowed to any partner it is expenditure

20.When a goods are distributed as a free samples it is treated as a advertisement of the business

Q.3 Do you agree or disagree with the following statements

1.When partnership deed its silent partners share profits of the firm according to Capital ratio.
Ans.Disagree

2.Current account always shows debit balance
Ans. Disagree

3.It is compulsory to have a partnership agreement in a writing
Ans. Disagree

4.Partnership firm is a trading concern
Ans.Agree

5.An interest on a capital is an expenditure for the partnership firm
Ans. Agree

6.Partnership is an association of two or more persons
Ans. Agree

7. Partners are entitled to get salary or commission
Ans. Disagree

8.The balance of a capital account remains constant under fixed capital method
Ans. Agree

9.The Indian Partnership act came into existence in the year 1945
Ans. Disagree