ACC 102 QUESTION AND ANSWER

1. When assets are valued at their historical cost instead of scrap value, which concept is being observed?

Ans? Going concern concept

2. A manual system of accounting may be more secure than the mechanized system because it is not affected by___

Ans? Computer crash and virus

3. Which accounting concept affects the presentation and application of accounting standards?

Ans? Materiality concept

4. The record making phase of accounting is called _____

Ans? Bookkeeping

5. Which of the following is a component of cost of sales?

Ans? Carriage inwards

6. The acronym, BOFIA stands for _____

Ans? Banks and other financial Institutions Act,1991

7. The main statutory document for the regulation of business in Nigeria is_____

Ans? the Companies and Allied Matters Act 1990

8. An accounting information which contains enough facts to satisfy user\'s needs is said possess_____ _____quality.

Ans? Relevancy

9. The mechanical system of accounting uses _____ in data recording and processing

Ans? Computer system

10. The concept of accounting that allows users to determine trends in the performance of an entity overtime is _____

Ans? Consistency concept