



Unity Academy Secondary School- Keranyo Branch
General Business review questions for Grade 12

Instruction I: Write “true” if the statement is correct and “false” if the statement is incorrect on the spaces provided.

_____ 1. Foreign trade encompasses all business activities that involve exchanges across national boundaries.

_____ 2. A comparative advantage is the ability of a nation to produce a specific product more efficiently than any other product.

_____ 3. Balance of trade is the total value of its exports minus the total value of its imports, over some period of time.

_____ 4. Revenue tariffs are imposed solely to generate income for the government.

_____ 5. Saudi Arabia has specialized in the production of crude oil and petroleum products, is an example of absolute advantage.

Instruction II. Choose the correct answers from the given alternatives and write your letters in the spaces provided(2 points each)

_____ 6. When the government faces financial problems in certain extraordinary problems like war, it levies _____ to increase its revenue to finance the problem.

A. Non-tariff barriers

C. import quota

B. Customs Surcharge

D. Other Taxes

_____ 7. These are taxes levied by the local authorities, such as port authorities or municipalities on all imports and exports that are stated as certain percentages of customs duties.

A. Non-tariff barriers

C. Customs Surcharge

B. Import quota

D. Other Taxes

_____ 8. _____ is a restriction on the amount of a particular foreign currency that can be purchased or sold.

A. Embargo

C. foreign-exchange control

B. Custom surcharge

D. Custom duty

_____ 9. The total flow of money into the country minus the total flow of money out of the country, over some period of time is known as _____.

A. balance of payments

C. trade restrictions

B. balance of trade

D. international trade

_____ 10. _____ is a type of international trade risk depends on the political, economic, legal and social stability of the country that are engaged in trade.

A. Country Risk

B. Importer Risk

C. Exporter Risk

D. Transportation risks

Instruction III. Match the items under Column "A" with their appropriate answers from the items under Column "B" and write your letters in the spaces provided (2 points each)

Column "A"

Column "B"

_____ 11. Financial Accounting
of accounting at various levels.

A. an area of accounting that involves the teaching

_____ 12. Cost Accounting
associated with the international trade of multinational business organizations.

B. is concerned with the special problems

_____ 13. Management Accounting
providing attestation and verification services that reports prepared by business enterprises are authentic and dependable in material respects

C. is an area of accounting that is concerned about

_____ 14. Tax Accounting
determination and control of cost of producing goods and services

D. is an area of accounting that emphasizes the

_____ 15. Accounting Instruction E. Is an area in accounting devoted to the preparation of financial statements and the provision of information to external users of accounting information.

F. is an area of accounting that is concerned about the provision of financial information of internal users of accounting information.

H. is an area of accounting that encompasses the preparation of tax returns (reports) for the different governmental units about taxable amounts

Instruction V. Fill in the blank spaces with the appropriate answers (1 point each)

16. _____ is the process of identifying, measuring, recording, and communicating economic information about an organization or other entity, in order to permit informed judgments by users of the information.

17. _____ is the process of keeping records in a prescribed manner.

18. A person who earns a living by recording financial activities of a business is _____.

19. A person who earns a living by undertaking activity of accounting is _____.

20. _____ is a complete halt to trading with a particular nation or in a particular product.

Instruction IV. Write short answers for the following questions in the spaces provided (10 points)

21. Distinguish ad valorem from specific types of customs duty levying methods. /2 points/

22. Write the importance of accounting./3points/

23. Write the principles of accounting. (5 points)