

Fill in the blanks

1. Accounting Standard 2(AS2) deals with **Valuation of Inventory.**
2. Total amount payable by the purchaser in a Hire Purchase transaction is **Hire Purchase Price**.
3. In a Manufacturing Organisation Manufacturing Account is prepared to find **out Cost of Production.**
4. In Departmental Accounts, Rent is allocated on the basis of **Area Occupied** of each department.
5. Income Received in advance is shown in **Balance Sheet.**
6. Amount Received on Issue of Shares is a **Capital Receipt.**
7. As per Accounting Standard-1, Accounting policies used to prepare the final accounts should **be disclosed at one place, forming a part of Final accounts.**
8. For a books manufacturing company paper is a **Raw Material.**
9. The person who receives goods on Hire Purchase System is called **Hire purchaser.**
10. In Departmental Accounts, Comprehensive Insurance is recorded in **General Profit & Loss Account.**
11. In a Manufacturing Organisation, purchase of machinery spares will appear in **the Balance sheet.**
12. Interest received under Hire Purchase System by the hire vendor is his **Income.**
13. Accounting Standard 9 (AS 9) deals with **Revenue Recognition.**
14. In Hire purchase transaction Initial amount paid at the time of signing the contract is called **Down Payment.**
15. In Manufacturing Organization, the Trading Account is prepared to find out **Gross Profit.**
16. In Departmental Accounts Discount Allowed is allocated on the basis of **Sales Turnover** of each department.
17. In **FIFO** method of Stock Valuation latest purchased items are left in stock.
18. Carriage inward paid on purchase of Raw Materials is a **Revenue Expenditure.**
19. Expenses incurred for repairs of a Car already in use is **Revenue Expenditure**
20. For a Furniture manufacturing company, wood is a **Raw Material.**
21. The Hire vendor records the hire purchase transaction in his books as **Sale of goods.**
22. In the Profit & loss Account the excess of credit side total amount over debit side total amount is **Net profit.**
23. In case of Manufacturing Organization depreciation on Machinery will appear on the debit side of **Manufacturing Account.**
24. In a Hire Purchase transaction, interest paid by purchaser is credited to **Hire Vendor Account.**

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