



www.chopraeducationals.com

Q1. Tell me about yourself!

Ans. The employer's intention is none other than to break the ice and get to know you a little better to steer the conversation in the direction you want. Without a doubt, this is why it is so important. In your answer, you must give examples of circumstances and moments in your life that led you to the accounting field. Were you the treasurer of your soccer team when you were a child? Have you saved for months to buy a car? Anything goes to make a positive first impression.

Q2. What are the different types of accounting?

Ans. Different types of accounting are –

Financial Accounting – This type of accounting records information related to the financial status of the company.

Administrative Accounting – Administrative accounting is focused on the administrative aspects of the company and is used above all to assess the fulfillment of the established objectives and improve the implemented strategy. It is very useful for making forecasts and planning the actions and resources to be used.

Tax Accounting -Tax accounting helps to register and prepare reports related to tax returns to the public treasury and payment of taxes.

Cost Accounting – This type of accounting is more focused on companies of an industrial nature. It helps to make a detailed analysis of the unit costs of production, sales, and, in general, of the production process that the company carries out.

Management Accounting – Management accounting has a broader vision than cost accounting since it records all the economic and financial information of the company to be able to make short-term and long-term decisions.

What is working capital?

Ans. Working capital is calculated as current assets minus current liabilities, which is used in day-to-day trading.

In a simple accounting scheme, the concept of working capital focuses on the capital resources that a given company can count on in the short term to operate. These resources owned by the company are the cash, the portfolio of financial products, and other investments made by the company.

What is TDS? Where do you show TDS on a balance sheet?

Ans. TDS (Tax Deducted at Source) is a concept aimed at collecting tax at every source of income. In a balance sheet, it is shown in the assets section, right after the head current asset.

What is the difference between ‘accounts payable (AP)’ and ‘accounts receivable (AR)’?

Ans.

Accounts Payable	Accounts Receivable
The amount a company owes because it purchased goods or services on credit from a vendor or supplier.	The amount a company has the right to collect because it sold goods or services on credit to a customer.
Accounts payable are liabilities.	Accounts receivable are assets.

What is the difference between a trial balance and a balance sheet?

Ans. A trial balance is the list of all balances in a ledger account and is used to check the arithmetical accuracy in recording and posting. A balance sheet, on the other hand, is a statement that shows the assets, liabilities, and equity of a company and is used to ascertain its financial position on a particular date.

Is it possible for a company to show positive cash flows and still be in grave trouble?

Ans. Yes, if it shows an unsustainable improvement in working capital and involves a lack of revenue going forward in the pipeline.

What are the common mistakes in accounting?

Ans. This is one of the most frequently asked accounting interview questions.

The most common mistakes in accounting are –

- Mixing personal accounts with that of the company
- Little communication between the company and the accountant
- Not keeping a backup
- Misallocated resources
- Not saving the receipts
- Performing manual accounting
- Not keeping the accounting books up to date

What is the difference between inactive and dormant accounts?

Ans. Inactive accounts are which are closed and will not be used in the future. Dormant accounts are not currently functional but may be used in the future.

What are some of the ways to estimate bad debts?

Ans. Some of the popular ways of estimating bad debts are – the percentage of outstanding accounts, aging analysis, and percentage of credit sales.

What is deferred tax liability?

Ans. Deferred tax liability signifies that a company may pay more tax in the future due to current transactions.

What is a deferred tax asset and how is the value created?

Ans. A deferred tax asset is when the tax amount has been paid or has been carried forward but has still not been recognized in the income statement. The value is created by taking the difference between the book income and the taxable income.

What is the equation for Acid-Test Ratio in accounting?

Ans. The equation for Acid-Test Ratio in accounting

Acid-Test Ratio = (Current assets – Inventory) / Current Liabilities

Tell me something about GST.

Ans. GST is the acronym for Goods and Service Tax and it is an indirect tax other than the income tax. The seller charges it to the customer on the value of the service or product sold. The seller then deposits the GST to the government.

What is a bank reconciliation statement?

Ans. A bank reconciliation statement or BRS is a form that allows individuals to compare their personal bank account records to that of the bank. BRS is prepared when the passbook balance differs from the cashbook balance.

What are fictitious assets?

Ans. Fictitious assets are intangible assets and their benefit is derived over a longer period, for example, goodwill, rights, deferred revenue expenditure, miscellaneous expenses, preliminary expenses, and accumulated loss, among others.

What is CMM?

Ans. Capability Maturity Model (CMM) is a document that provides a model and six elements of infrastructure used for measuring the effectiveness and capability of an organization's finance process.

What is retail banking?

Ans. Retail banking or consumer banking involves a retail client, where individual customers use local branches of larger commercial banks.

What is an MIS report, have you prepared any?

Ans. Yes, I have prepared MIS reports. It is an acronym for Management Information System, and this report is generated to identify the efficiency of any department of a company.

What is a perpetual inventory system?

Ans. Perpetual inventory is a methodology that involves recording the sale or purchase of inventory immediately using enterprise asset management software and computerized point-of-sale systems.

Tell me the golden rules of accounting, just mention the statements.

Ans. There are three golden rules of accounting –

- Debit the receiver, credit the giver
- Debit what comes in, credit what goes out
- Debit all expenses and losses, credit all incomes and gains

Please elaborate, what this statement means – “Debit the Receiver, Credit the Giver”.

Ans. So, this is among the most frequently asked accounting interview questions. Your reply should be –

This principle is used in the case of personal accounts. If a person is giving any amount either in cash or by cheque to an organization, it becomes an inflow and thus that person must be credited in the books of accounts. Therefore, when an organization received the money or cheque, it needs to credit the person who is paying and debit the organization.

What do you mean by premises?

Ans. Premises refer to fixed assets presented on a balance sheet.

what is Executive Accounting?

Ans. Executive Accounting is specifically designed for service-based businesses. This term is popular in finance, advertising, and public relations businesses.

Define Balancing.

Ans. Balancing means equating or balancing both the debit and credit sides of a T-account.

Q1) Who presents Budget in Parliament?

1. Prime Minister
2. Finance Minister
3. Home Minister
4. President of India
5. Defence Minister

Correct Answer: “2”

Q2) How many times Nirmala Sitharaman presented the budget in parliament?

1. 5
2. 1
3. 3
4. 4
5. 2

Correct Answer: "3"

Q3) Who presented India's first-ever budget?

1. James Wilson
2. Jawaharlal Nehru
3. Lord Mountbatten
4. C Rajagopalachari
5. None of the above

Correct Answer: "1"

Q4) Budget 2021-22 proposals to rest on six pillars. Which of the following is not among them?

1. Health & well being
2. Minimum Government, Maximum Governance
3. Innovation and R&D
4. Inclusive Development for Aspirational India
5. Agricultural Development

Correct Answer: "5"

Q5) What is the total budget outlay for health & well being?

1. 3.21 lakh crore
2. 2.23 lakh crore
3. 5.06 lakh crore
4. 1.89 lakh crore
5. 4.35 lakh crore

Correct Answer: "2"

Q6) According to the budget, how much amount is allocated for Covid Vaccine?

1. 20,000 crore
2. 15,000 crore
3. 35,000 crore
4. 30,000 crore
5. 25,000 crore

Correct Answer: "3"

Q7) How much amount is allocated for PM Atmanirbhar Swasth Bharat Yojana?

1. 64,180 crore

2. 89,634 crore
3. 70,000 crore
4. 65,000 crore
5. 72,237 crore

Correct Answer: "1"

Q8) In Union Budget 2021, how much amount is allocated for Railways?

1. 1,00,000 crore
2. 3,25,000 crore
3. 1,10,055 crore
4. 2,30,345 crore
5. 30,55,000 crore

Correct Answer: "3"

Q9) A national rail plan has been prepared by Indian Railways for India. The plan is to create a future-ready railway system by

1. 2030
2. 2025
3. 2035
4. 2040
5. 2050

Correct Answer: "1"

Q10) Ujjawala Scheme has been extended to how many more districts?

1. 150
2. 110
3. 120
4. 160
5. 100

Correct Answer: "5"

Q11) How much amount is allocated for tea workers in Assam & West Bengal?

1. 2000 crore
2. 1000 crore
3. 3000 crore
4. 2500 crore
5. 1500 crore

Correct Answer: "2"

Q12) How much custom duty on cotton and auto parts increased respectively?

1. 20% & 10%
2. 10% & 25%
3. 10% & 15%
4. 25% & 30%
5. 15% & 20%

Correct Answer: "3"

Q13) According to Union Budget 2021, gross borrowing from the market for the next year would be around

1. 12 lakh crore

2. 15 lakh crore
3. 10 lakh crore
4. 16 lakh crore
5. 13 lakh crore

Correct Answer: "1"

Q14) The forthcoming census would be the first digital census in the history of India. How much amount is allocated for this in 2021-22?

1. 2,654 crore
2. 4,973 crore
3. 2,872 crore
4. 3,768 crore
5. 4,675 crore

Correct Answer: "4"

Q15) How much custom duty on solar lantern has been reduced?

1. 4%
2. 7%
3. 6%
4. 5%
5. 3%

Correct Answer: "4"

Q16) Which company's IPO will be launched in 2021-22 as a part of the Government's disinvestment strategy?

1. IDBI
2. LIC
3. Air India
4. SBI
5. IOCL

Correct Answer: "2"

Q17) As per Union Budget 2021, the fiscal deficit is estimated to be how much percent of GDP?

1. 9.5%
2. 7.4%
3. 8%
4. 8.9%
5. 7.8%

Correct Answer: "1"

Q18) Union Budget for 2020-21 announced an increase in Foreign Direct Investment (FDI) limit in insurance from 49% to _____.

1. 71%
2. 72%
3. 73%
4. 74%
5. 75%

Correct Answer: "4"

Q19) Budget for 2021-22 announced voluntary vehicle scrapping policy to phase out old and polluting vehicles. After how many years fitness of commercial vehicles will be checked for the same?

1. 20
2. 10
3. 15
4. 12
5. 8

Correct Answer: "3"

Q20) In Budget 2021, National Infrastructure Pipeline was expanded to cover 7400 projects. What is the capital expenditure announced to fund the same?

1. Rs 2.54 lakh crore
2. Rs 3.54 lakh crore
3. Rs 4.54 lakh crore
4. Rs 5.54 lakh crore
5. Rs 6.54 lakh crore

Correct Answer: "4"

Q21) How many mega-investment textile parks will be established over 3 years?

1. 10
2. 5
3. 7
4. 9
5. 13

Correct Answer: "3"

Q22) In which state, multi a seaweed park will be setup?

1. Chhattisgarh
2. Tamil Nadu
3. Punjab
4. Haryana
5. Telangana

Correct Answer: "2"

Q23) How much amount has been allocated for roads, transport, and highways?

1. 2.18 lakh crore
2. 3.18 lakh crore
3. 5.18 lakh crore
4. 4.18 lakh crore
5. 1.18 lakh crore

Correct Answer: "5"

Q24) FM Nirmala Sitharaman proposes to setup an ARC for NPA Management. What does 'R' refers to in ARC?

1. Recapitalization
2. Retail
3. Reconstruction

4. Reforms
5. Rupee-denominated

Correct Answer: "3"

Q25) How much amount is allocated for PSB recapitalization?

1. 10,000 crore
2. 20,000 crore
3. 30,000 crore
4. 40,000 crore
5. 50,000 crore

Correct Answer: "2"

Q26) How much amount was paid to farmers for wheat procurement in 2020-21?

1. 60,000 crore
2. 85,000 crore
3. 70,000 crore
4. 75,000 crore
5. 80,000 crore

Correct Answer: "4"

Q27) What is the disinvestment target for FY22?

1. 1.75 lakh crore
2. 1.60 lakh crore
3. 2 lakh crore
4. 1.90 lakh crore
5. 1.85 lakh crore

Correct Answer: "1"

Q28) FM Nirmala Sitharaman announced to protect whom from double taxation in Union Budget 2021?

1. Indian Citizens
2. Foreigners
3. NRIs
4. All of the above
5. None of the above

Correct Answer: "3"

Q29) As per Union Budget 2021, how many fishing hubs to be developed?

1. 8
2. 5
3. 3
4. 7
5. 6

Correct Answer: "5"

Q30) How many Sainik schools will be setup in partnership with private schools, NGOs and states?

1. 75
2. 100
3. 50

4. 125

5. 80

Correct Answer: "2"

Q31) As per the budget, central university to be set up in which of the following state/UT?

1. Kerala

2. J&K

3. Tamil Nadu

4. Ladakh

5. Karnataka

Correct Answer: "4"

Q32) How much amount is allocated for Jal Jeevan Mission over 5 years?

1. 3.45 lakh crore

2. 1.98 lakh crore

3. 2.87 lakh crore

4. 3.79 lakh crore

5. 2.34 lakh crore

Correct Answer: "2"

Q33) How much amount is allocated for MSME this year?

1. 15,700 crore

2. 16,245 crore

3. 14,500 crore

4. 16,800 crore

5. 17,400 crore

Correct Answer: "1"

Q34) As per Union Budget 2021, how many schools to be quantitatively strengthened under NEP (National Education Policy)?

1. 20,000

2. 10,000

3. 25,000

4. 15,000

5. 30,000

Correct Answer: "4"

Q35) The re-opening time limit for direct tax assessment has been reduced to how many years from the current 6 years?

1. 2 years

2. 4 years

3. 1 year

4. 5 years

5. 3 years

Correct Answer: "5"

Q36) How much amount is allocated for Urban Swachh Bharat Mission 2.0 over 5 years?

1. 1,00,000 crore
2. 1,41,678 crore
3. 2,24,300 crore
4. 1,21,264 crore
5. 2,53,000 crore

Correct Answer: "2"

Q37) As per Union Budget 2021, how many roads have been constructed in Bharatmala Pariyojana so far?

1. 4000 km
2. 4800 km
3. 2600 km
4. 2800 km
5. 3800 km

Correct Answer: "5"

Q38) FM Nirmala Sitharaman announced setting up of a DFI. What does 'F' refers to in DFI?

1. Financial
2. Finance
3. Funds
4. Federal
5. Foreign

Correct Answer: "1"

Q39) As per the budget, the government aims to reach a fiscal deficit below 4.5% by

1. FY24-25
2. FY25-26
3. FY26-27
4. FY27-28
5. FY28-29

Correct Answer: "2"

Q40) What is the age limit for senior citizens who are abolished from the need to file IT returns?

1. Above 65 years
2. Above 70 years
3. Above 60 years
4. Above 75 years
5. Above 80 years

Correct Answer: "4"

Q41) As per the budget, how much agri infra cess has been imposed on alcoholic beverages?

1. 75%
2. 60%
3. 80%

4. 90%
5. 100%

Correct Answer: "5"

Q42) How much amount is allocated for the 60th Goa Liberation anniversary?

1. 300 crore
2. 200 crore
3. 400 crore
4. 500 crore
5. 100 crore

Correct Answer: "1"

Q43) As per the budget 2021, total expenditure pegged for FY22?

1. 30.83 lakh crore
2. 31.83 lakh crore
3. 32.83 lakh crore
4. 33.83 lakh crore
5. 34.83 lakh crore

Correct Answer: "5"

Q44) As per the budget, total capital expenditure pegged for FY22?

1. 3.54 lakh crore
2. 5.54 lakh crore
3. 6.54 lakh crore
4. 4.54 lakh crore
5. 1.54 lakh crore

Correct Answer: "2"

Q45) As per the budget, how many farmers are registered on e-NAM markets?

1. 2 crore
2. 1.68 crore
3. 2.35 crore
4. 2.86 crore
5. 1 crore

Correct Answer: "2"

Q46) As per the budget, which of the following has been designated as a regulator for gold exchanges?

1. RBI
2. SEBI
3. SIDBI
4. FMC
5. NHB

Correct Answer: "2"

Q47) As per the budget, 1.97 lakh crore is allocated in the next 5 years for the PLI scheme in 13 sectors to create and nurture manufacturing

global champions for Atmanirbhar Bharat. What does 'L' refers to in PLI?

1. Linked
2. Leverage
3. Lease
4. Ledger
5. Legal

Correct Answer: "1"

Q48) How much amount is allocated for the creation of the National Research Foundation (NRF) over 5 years?

1. 10,000 crore
2. 20,000 crore
3. 30,000 crore
4. 40,000 crore
5. 50,000 crore

Correct Answer: "5"

Q49) How much amount is allocated for the agriculture & rural sector for FY21-22?

1. 16.5 lakh crore
2. 15 lakh crore
3. 17.5 lakh crore
4. 14 lakh crore
5. 17 lakh crore

Correct Answer: "1"

Q50) As per budget, broad gauge to be 100% electrified by

1. December 2022
2. December 2023
3. December 2024
4. December 2025
5. December 2026

Correct Answer: "2"