

1. What is the primary purpose of a cashbook? [1]
 - a. It records receipts and payments of cash
 - b. It records payments of cash
 - c. It records receipts of cash
 - d. It helps to compute the profit and loss of a business
2. A cashbook serves the following purpose: [1]
 - a. It works as a ledger account
 - b. It works as a book of original entry as well as a ledger account
 - c. It works as a book of original entry
 - d. None of the above
3. Which of the following cashbooks is similar to a cash account? [1]
 - a. Double column cashbook
 - b. Triple column cashbook
 - c. Petty cashbook
 - d. Single column cashbook
4. In a cashbook, a contra entry involves _____: [1]
 - a. A cash account and a bank account
 - b. A cash account and a sales account
 - c. A cash account and a discount account
 - d. A bank account and a discount account
5. In a cashbook, a contra entry is recorded on the _____: [1]
 - a. Debit and credit side of a cashbook
 - b. Debit side of a cashbook
 - c. Credit side of a cashbook
 - d. Not recorded in the cashbook

6. Enter the following transaction in a single column cash book. [4]

Date		Amount
June 1	Balance of cash in hand	1,00,000
June 3	Purchased goods for cash	60,000
June 6	Purchased goods from Dilip	50,000
June 10	Opened a bank account by depositing cash	20,000
June 15	Paid to Dilip in full settlement	48,500
June 18	Sold goods to Ram on credit	30,000
June 21	Received cash from Ram on full settlement	29,000

7. Compile a two column cash book from the following transaction of Divyanshi Enterprise:- [6]

Date		Amount
Feb 1	Cash in hand Rs.6,000;Cash at bank Rs 8,000	
5	Received a cheque on sales and deposited into bank	5,880
9	Cash deposited in to bank	3,000
14	Ram paid 10,000 (including a cheque of 6,000 deposited to bank on same day)	
19	Cheque drew from bank for office use	2,000
22	Sold goods to Mohan Rs 8000, he paid immediately after deducting cash discount of 3%	
23	Paid salary by cheque	2,500
25	Cash withdrawn from bank for personal use	1,000