

# Certified Accountant Practice Test Questions and Answers

## 1. What is the fundamental accounting equation?

- A) Revenue - Expenses = Net Income
- B) Assets = Liabilities + Equity
- C) Debits = Credits
- D) Cash + Receivables = Current Assets

## 2. Which financial statement shows a company's financial position at a specific point in time?

- A) Income Statement
- B) Balance Sheet
- C) Cash Flow Statement
- D) Statement of Retained Earnings

## 3. Under the accrual basis of accounting, when should revenue be recognized?

- A) Only when cash is received
- B) When goods are delivered or services are performed
- C) At the end of the fiscal year
- D) When the customer places an order

## 4. What is the primary purpose of an independent audit?

- A) To find all errors in financial records
- B) To provide assurance on the fairness of financial statement presentation
- C) To prepare tax returns
- D) To manage company finances

Answers: 1-B 2-B 3-B 4-B

For More Certified Accountant Questions and Answers FREE, Certified Accountant Online Prep Training, Certified Accountant Exam, Certified Accountant Study Guide, Certified Accountant Flashcards, Certified Accountant Quizzes visit:

**Certified Accountant Practice Test**

Practice Test Geeks © All Rights Reserved