

**1. What is a Computerized Accounting System (CAS)?**

- A) A manual system for recording transactions
  - B) A software-based accounting system for financial transactions
  - C) A system for managing human resources
  - D) A paper-based method of maintaining financial records
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**2. Which of the following is NOT a type of Computerized Accounting System?**

- A) Ready-to-use software
  - B) Customized software
  - C) Manual ledger system
  - D) ERP-based system
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**3. What is the primary advantage of a Computerized Accounting System over a manual system?**

- A) Slower data processing
  - B) Increased human errors
  - C) Faster and more accurate financial record-keeping
  - D) More paperwork required
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**4. Which of the following is a key feature of a Computerized Accounting System?**

- A) Limited access to financial reports
  - B) Manual entry of every transaction
  - C) Automated ledger posting and report generation
  - D) Inability to generate real-time data
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**5. Which software is commonly used for computerized accounting?**

- A) MS Paint
  - B) QuickBooks
  - C) Photoshop
  - D) VLC Media Player
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**6. What is the primary purpose of a Computerized Accounting System?**

- A) To replace accountants
  - B) To simplify and automate financial management
  - C) To increase paperwork
  - D) To manually calculate taxes
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**7. Which of the following is NOT a benefit of a Computerized Accounting System?**

- A) Speedy processing of financial data
  - B) Greater accuracy and error reduction
  - C) Manual bookkeeping effort increase
  - D) Real-time financial reporting
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**8. What is ERP in relation to Computerized Accounting?**

- A) Electronic Reporting Program
  - B) Enterprise Resource Planning
  - C) Essential Reporting Process
  - D) Enterprise Regulatory Process
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**9. Which of the following reports is NOT typically generated by a Computerized Accounting System?**

- A) Profit and Loss Account
- B) Balance Sheet

- C) Weather Report
  - D) Cash Flow Statement
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**10. Which feature in CAS helps in detecting fraud and errors?**

- A) Manual calculations
- B) Internal audit trails
- C) Paper-based ledger recording
- D) Ignoring transactions

**Q11. What is a Computerized Accounting System (CAS)?**

- A) A manual ledger system
  - B) A software-based accounting system
  - C) A taxation management system
  - D) A payroll management system
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**Q12. Which of the following is NOT a type of Computerized Accounting System?**

- A) Ready-to-use software
- B) Customized software
- C) Tailor-made software
- D) Manual spreadsheet system

**Q13. What is the primary objective of a Computerized Accounting System?**

- A) To record financial transactions manually
  - B) To improve efficiency and accuracy in financial record-keeping
  - C) To eliminate the need for accountants
  - D) To reduce taxation liability
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**Q14. Which of the following is NOT a feature of a Computerized Accounting System?**

- A) Automatic error detection
  - B) Real-time financial reporting
  - C) Manual ledger preparation
  - D) Quick generation of financial statements
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**Q15. Which software is commonly used in Computerized Accounting Systems?**

- A) Tally ERP
  - B) MS Word
  - C) Adobe Photoshop
  - D) VLC Media Player
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**Q16. What is the main advantage of using a CAS over a manual accounting system?**

- A) Higher chances of human error
  - B) Increased speed and efficiency
  - C) Difficulty in generating reports
  - D) Limited storage capacity
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**Q17. In which type of CAS is software specifically developed for a particular organization?**

- A) Ready-to-use software
  - B) Custom-made software
  - C) General-purpose software
  - D) Freeware
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**Q18. Which of the following is an essential component of a CAS?**

- A) Manual voucher entry
  - B) Database management system
  - C) Handwritten accounting registers
  - D) Paper-based bookkeeping
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**Q19. What does “real-time processing” in CAS mean?**

- A) Data is processed only at the end of the financial year
  - B) Data is processed instantly when entered into the system
  - C) Transactions must be manually reviewed before processing
  - D) Processing is done only during business hours
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**Q20. Which of the following is NOT an advantage of CAS?**

- A) Faster transaction processing
  - B) Automatic generation of reports
  - C) High chances of errors
  - D) Secure financial data storage
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**Q21. Which type of CAS is suitable for small businesses with limited transactions?**

- A) Customized software
  - B) ERP software
  - C) Ready-to-use accounting software
  - D) AI-powered accounting system
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**Q22. What does "data security" mean in a CAS?**

- A) Restricting access to financial data
  - B) Deleting data after every transaction
  - C) Allowing only manual backups
  - D) Preventing financial reports from being generated
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**Q23. Which financial statements can be generated using CAS?**

- A) Income Statement
  - B) Balance Sheet
  - C) Cash Flow Statement
  - D) All of the above
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**Q24. Which component of CAS is responsible for transaction processing?**

- A) Hardware
  - B) Software
  - C) Database Management System
  - D) Human Resource Management System
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**Q25. What is a major limitation of a Computerized Accounting System?**

- A) Susceptibility to cyber threats
  - B) High manual workload
  - C) Inability to generate reports
  - D) No integration with banking systems
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**Q26. What is meant by the term “audit trail” in CAS?**

- A) A report listing all deleted transactions
- B) A record of all financial transactions in the system
- C) A system for manually recording transactions
- D) A backup of financial data

**Q27. Which of the following is a disadvantage of a Computerized Accounting System?**

- A) Higher accuracy in financial reporting
  - B) Faster processing of transactions
  - C) Risk of system failure and data loss
  - D) Automatic preparation of financial statements
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**Q28. Which of the following types of Computerized Accounting Software is ideal for a multinational corporation?**

- A) Ready-to-use software
  - B) Tailor-made software
  - C) Open-source software
  - D) General-purpose spreadsheet software
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**Q29. What is a major role of cloud computing in Computerized Accounting Systems?**

- A) Storing and processing financial data online
  - B) Increasing paper usage for financial records
  - C) Replacing accountants entirely
  - D) Making financial transactions manually accessible
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**Q30. What does the term "scalability" refer to in CAS?**

- A) The ability to handle increasing accounting needs
  - B) The speed at which transactions are printed
  - C) The process of manually entering transactions
  - D) The reduction of accountants' workload
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**Q31. How does CAS help in taxation compliance?**

- A) It prepares tax reports automatically
  - B) It reduces tax liability illegally
  - C) It eliminates the need for tax professionals
  - D) It stores tax records in physical files
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**Q32. Which accounting concept is integrated into all CAS software?**

- A) Double-entry accounting
  - B) Single-entry accounting
  - C) No-entry accounting
  - D) Manual book-keeping
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**Q33. What happens when a CAS system experiences a virus attack?**

- A) It stops generating financial reports
  - B) It increases transaction speed
  - C) It enhances data security
  - D) It improves financial accuracy
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**Q34. What is an ERP system in accounting?**

- A) Enterprise Resource Planning software
  - B) Entry Recording Process
  - C) Electronic Record Processing
  - D) Expense Reporting Program
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**Q35. Which key factor affects the performance of a CAS?**

- A) The number of transactions processed
  - B) The color of the computer screen
  - C) The number of manual records stored
  - D) The use of paper-based documentation
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**Q36. What is the role of encryption in a CAS?**

- A) To protect financial data from unauthorized access
  - B) To increase accounting errors
  - C) To delete financial records permanently
  - D) To slow down transaction processing
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**Q37. What is the main reason for auditing a CAS?**

- A) To detect fraud and ensure accuracy
  - B) To delete old financial records
  - C) To increase accounting errors
  - D) To avoid paying taxes
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**Q38. Which of the following features is NOT found in a CAS?**

- A) Real-time financial reporting
  - B) Automatic tax calculations
  - C) Handwritten ledger maintenance
  - D) Digital invoicing
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**Q39. What does "automation" in CAS refer to?**

- A) Performing accounting tasks without manual effort
  - B) Increasing paperwork in accounting
  - C) Manually reviewing all financial transactions
  - D) Decreasing the accuracy of reports
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**Q40. What is an example of a financial report generated by CAS?**

- A) Trial Balance
- B) Balance Sheet
- C) Profit & Loss Statement
- D) All of the above

**Q41. Which of the following statements is true about cloud-based accounting systems?**

- A) They require users to install software on their computers.
  - B) They are accessible from anywhere with an internet connection.
  - C) They do not allow real-time data access.
  - D) They are more prone to security breaches than manual accounting.
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**Q42. What is the purpose of a Chart of Accounts in a CAS?**

- A) To display a graphical representation of financial data
  - B) To list all accounts used in an organization's financial system
  - C) To generate customer invoices automatically
  - D) To keep track of physical inventory only
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**Q43. What does "audit trail" mean in a Computerized Accounting System?**

- A) A document containing tax return filings
  - B) A step-by-step record of financial transactions
  - C) A record of customer complaints
  - D) A log of all deleted transactions
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**Q44. Which of the following is NOT a component of CAS security measures?**

- A) Data encryption
  - B) Multi-factor authentication
  - C) Open public access to financial records
  - D) Regular system backups
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**Q45. Which type of financial reporting is automated in a CAS?**

- A) Manual cash book preparation
  - B) Real-time financial dashboards
  - C) Handwritten ledger accounting
  - D) Paper-based invoicing
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**Q46. How does AI (Artificial Intelligence) enhance Computerized Accounting Systems?**

- A) By automating repetitive accounting tasks
- B) By replacing accountants completely

- C) By making manual bookkeeping more efficient
  - D) By reducing data security in accounting software
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**Q47. What is the primary purpose of bank reconciliation in CAS?**

- A) To compare the company's cash records with the bank statement
  - B) To process tax calculations manually
  - C) To create financial statements without verification
  - D) To increase the company's bank balance artificially
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**Q48. What happens when financial data in a CAS is not backed up?**

- A) It remains safe from system failures
  - B) It is at risk of being permanently lost
  - C) It is stored indefinitely without issues
  - D) It automatically restores itself
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**Q49. How does a CAS help in financial decision-making?**

- A) By generating real-time financial reports and forecasts
  - B) By increasing accounting errors
  - C) By making financial data inaccessible
  - D) By reducing the need for financial analysis
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**Q50. Why is user access control important in a CAS?**

- A) To restrict unauthorized access to sensitive financial data
- B) To allow everyone in the company to modify records
- C) To delete all previous financial transactions
- D) To increase manual accounting processes