

Partnership MCQs

1. To start a partnership business, what should be the minimum number of partners?

- A) 2
- B) 10
- C) 4
- D) 20



Answer: A



2. What type of agreement is used to form a partnership business?

- A) Written agreement
- B) Oral agreement
- C) Written or oral agreement
- D) None of them

Answer: C

3. In partnership, partners liabilities are

A) Unlimited

B) Limited to the capital of the business

C) Limited

D) Both A and C

Answer: A

4. Is a partnership firm examined as an individual a legal entity?

 A) No

 B) Yes

C) Partially Yes

Answer: A

5. What is interest on drawings?

A) Credited to partner's current a/c

B) Not shown in current account

C) Debited to partner's current a/c

D) None of the above

Answer: C



6. What is the partnership written agreement known as?:

- A) Partnership contract
- B) Agreement
- C) Partnership deed
- D) Partnership Act

Answer: C

7. No partnership agreement, what will be the percentage of profit sharing ratio between them?

- A) Unequal
- B) Equal
- C) It will depend on the experience of a partner
- D) It will depend on a partner's capital

Answer: B

8. Which is not a feature of a partnership business?

A) Ease of formation

B) Limited liability

C) Limited life

D) Mutual agency

Answer: B

9. Which kind of partnership one partner has unlimited liability and other partner have limited liability?

A) Partnership-at-will

B) Limited partnership

C) General partnership

D) Particular partnership

Answer: B

10. Which types of partnership have no agreement in terms of the duration of partnership?

- A) Partnership-at-will
- B) Limited partnership
- C) General partnership
- D) Particular partnership



Answer: A