Chapter - 13 Computerised Accounting System

Question 1

Give two features of a computerized accounting system.

Answer: The two features of a computerized accounting system are.

- It facilitates on-line input and storage of accounting data
- It generates a print-out of purchase and sale invoices

Question 2

Give two advantages of a computerized accounting system.

Answer: The two advantages of a computerized accounting system are.

- High Speed
- High Reliability

Question 3

Give two limitations of a computerized accounting system.

Answer: The two limitations of a computerized accounting system are.

- Staff Opposition
- High Cost of Training

Question 4

State two types of a computerized accounting system.

Answer: The two types of the computerized accounting system are.

- Ready to use Software
- Customized Software
- Tailor-made Software

Question 5

Mention two advantages of ready to use the software.

Answer: The two advantages of ready to use software are.

- The cost of installation is low

- Good after sales maintenance service

Question 6

Mention two disadvantages of ready to use the software.

Answer: The two advantages of ready to use software are.

- Have very less scope of linking to other systems
- Low-level secrecy

Question 7

State two advantages of customized software.

Answer: The two advantages of customized software are.

- High-level secrecy for the data
- Can link with another information system

Question 8

Mention two disadvantages of customized software.

Answer: The two disadvantages of customized software are.

- The high cost of installation and maintenance
- Training is required to use the system and is expensive

Question 9

State two advantages of tailor-made software.

Answer: The two advantages of tailor-made software are.

- The secrecy of data is massive
- It can be developed according to the customer's requirement

Question 10

State two disadvantages of tailor-made software.

Answer: The two disadvantages of tailor-made software are.

- It is difficult to learn and require high tech training
- The cost of training is high

Question 11

Define Customized software.

Answer: Customized software is described as making changes in the ready to use software according to the customers need. Any ready to use software can be modified according to the needs of the user.

Question 12

Define tailor-made software.

Answer: A tailor-made software means developing software according to the specification of the customer. are not available off-the-shelf.

Question 13

What are the factors to be considered while source accounting software?

Answer: The factors to be considered while source accounting software is.

- Flexibility
- Adaptability
- The cost of installation and maintenance
- Organization size
- Secrecy level

Question 14

What are the two features of computerized accounting software?

Answer: The two features of computerized accounting software are.

- It facilitates storage of accounting data and on-line input
- It instantly produces different reports
- It helps to group different account