

C 30277

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Name.....

Reg. No.....

**FIFTH SEMESTER B.A./B.Sc./B.Com./B.B.A. DEGREE EXAMINATION
NOVEMBER 2017**

(CUCBCSS—UG)

Open Course

BCM 5D 03—BASIC ACCOUNTING

Time : Two Hours

Maximum : 40 Marks

Part A

*Answer all questions.
Each question carries 1 mark.*

Fill in the Blanks :

1. According to concept of conservatism, stock in trade is valued at _____.
2. Sale of goods to Rani for cash shall be debited to _____.
3. The debit balance in a nominal account shows _____.
4. _____ is prepared to find the financial position of business.

(4 × 1 = 4 marks)

Part B

*Answer any five questions.
Each question carries 2 marks.*

Short Answer Questions :

5. Explain the principle of revenue realisation
6. What is Accounting Equation ?
7. What are the advantages of maintaining special journals ?
8. Narendran sold to Ravindran goods at catalogue price of Rs. 50,000 at a trade discount of 10 %.
Write Journal entry in the books of Narendran.
9. Why cash book is maintained in a business ?
10. Find Cost of Goods Sold form the information given.
Opening Stock Rs. 12,500, Purchases Rs. 20,000, Wages Rs. 2,000, carriage Inward Rs. 500,
Closing Stock Rs. 15,000.
11. Mention the types of errors that will not affect the trial balance.

(5 × 2 = 10 marks)

Turn over

Part C

*Answer any four questions.
Each question carries 4 marks.*

Short Essay Questions :

12. Prepare a Balance Sheet of Mr. Abu from the following information as on 31-03-2016 :
- Sales Rs. 25,1,600, Creditors Rs. 40,000, Cash in Hand Rs. 2,000, Cash at Bank Rs. 6,600, Bills Receivable Rs. 1,600, Debtors Rs. 50,000, Drawings Rs. 10,000, Fixed Assets Rs. 1,18,000, Bills Payable Rs. 23,800, Capital (Opening) Rs. 2,00,000, Stock at End Rs. 1,00,000, Net Profit for the year Rs. 24,400.
13. Differentiate Financial Accounting and Management Accounting
14. Write Journal Entries for the following :—
- April-2 Ram started his business with Cash—Rs. 70,000.
- April-3 Deposited in to Bank—Rs. 50,000.
- April-5 Bought goods on credit from Mr. Y—Rs. 6,000.
- April 6 Sold goods to Mr. Z for cash Rs. 6,000
- April-6 Returned goods to Mr. Y Rs. 1,000.
- April-25 Paid to Mr. Y in full Settlement by Cheque Rs. 4,800.
- April-30 Issued a cheque for—Rs. 3,000 in favour of Ravi towards rent for April.
- April-30 Withdraw goods for personal use—Rs. 1,000.
15. From the following, prepare Sales Returns Book :—
- | | | |
|------------|----|---|
| 2016 March | 1 | Mr. Mohan returned us goods—Rs. 500. |
| | 10 | Kumaran returned defective goods—Rs. 300. |
| | 11 | Returned spoiled goods to Anand and Co.—Rs. 500. |
| | 20 | Allowance granted to Shivaji and Co. for breakage of goods—Rs. 200. |
| | 31 | Arun Returned us goods—Rs. 100. |

16. From the following figures, prepare a profit and loss account of M/s. Krishna Raj and Bros., for the year ended 31st March 2015.

		Rs.
Printing and stationery	...	750
Salaries	...	5,000
Carriage outwards	...	500
Commission paid	...	1,000
Interest received	...	2,000
Bad debts	...	500
Insurance charges	...	400
Discount allowed	...	650
Discount received	...	750
Advertisement charges	...	440

Sales amounted to Rs. 75,000 and gross profit was 20 % of sales.

(4 × 4 = 16 marks)

Part D

*Answer any one question.
The question carries 10 marks.*

Essay Questions :

17. Enter the following in a cash Book (with cash and Discount Column, Amounts in Rs.) :—

2015	January	1	Cash in hand Rs. 15,000.
"	January	5	Paid to Ram 3,000.
"	January	5	Discount allowed by him 100.
"	January	6	Purchased goods 4,000.
"	January	10	Received from R. Gupta 9,800.
"	January	10	Discount allowed 200.
"	January	11	Sold goods 4,000
"	January	12	Paid to S. Sharma 2,950 and Discount received Rs. 50.
"	January	13	Paid wages 500
"	January	14	Paid to Naresh in full settlement (his Account shows a Cr. Balance of Rs. 4,000) 3,900.

18. (a) State the need of preparing Bank Reconciliation Statement and
- (b) Prepare a Bank Reconciliation Statement of Mr. Vinod from the following as on March 31, 2015.
- (i) Bank balance as per cash book Rs. 50,000.
 - (ii) Cheques issued but not presented for payment Rs. 6,000.
 - (iii) The bank had directly collected dividend of Rs. 8,000 and credited to bank account but was not entered in the cash book.
 - (iv) Bank charges of Rs. 400 were not entered in the cash book.
 - (v) A cheque for Rs. 6,000 was deposited but not collected by the bank.

(1 × 10 = 10 marks)