**C 62656-A** (Pages : 4) Name.........................................

Reg. No................................

## SECOND SEMESTER B.Com./B.B.A. DEGREE EXAMINATION, MAY 2014

### (U.G.—CCSS)

### Core Course

### BC 2B 02/BB 2B 02—FINANCIAL ACCOUNTING

### (Common to B.Com. and B.B.A.)

### [2010 Admission onwards]

Tim- hree Hours                                   Maximum : 30 Weightage

Answer *all* questions :

Under _____ system the title in the goods is transferred to the buyer on signing the agreement.

   (a) Hire purchase.            (b) Instalment.

   (c) Leasing.                  (d) Value payable Posts.

2 The credit purchase are missing, they are to be ascertained by preparing _____ a/c.

   (a) Debtors.                  (b) Creditors.

   (c) Cash.                     (d) Bills Payable.

3 Outstanding expenses appearing in Trial Balance is shown in

   (a) Profit and Loss account.  (b) Balance Sheet.

   (c) Both (a) and (b).         (d) None of the above.

4 A trial balance is prepared in order to know _____

   (a) Capital employed.         (b) Financial position.

   (c) Arithmetical accuracy.    (d) The errors of all kinds.

5 The balance of cash account indicates _____

6 The balance on petty cash book is an asset _____

7 Drawing account is transferred to _____ account .

8 Rent paid is a _____ expenditure.

**Turn over**

**Match the following :-**

9 Current assets                — Added to capital.

10 Drawings                    — Closing stock.

11 Large amount of advertising     — Credit balance.

12 Provision for bad debts        — Deducted from capital,

                                  — Deferred revenue expenditure.

$(12 \times \frac{1}{4} = 3$ **weightage**$)$

**II. Answer all** *nine* **questions :**

13 Explain the term 'life membership fees'.

14 Define Hire Purchase.

15 Define accounting standards.

16 Define Balance Sheet.

17 What do you mean by statement of affairs ?

18 How would you allocate the fire insurance in departmental accounts ?

19 What is a ledger ?

20 Explain the term 'legacy'.

21 What do you mean by reserve ?

$(9 \times 1 = 9$ **weightage**$)$

**III. Answer any** *five* **questions :**

22 Mention the features of independent branch.

23 What are the different methods of finding out the profits from incomplete records ?

24 Explain materiality concept.

25 What do you mean by adjusting entries ?

26 Give adjusting entries for the following :

    (a)   Salary outstanding.

    (b)   Salary paid in advance.

27 From the following you are required to calculate total sales made during the period :—

|  | Rs. |  | Rs. |
|---|---|---|---|
| Debtors as on Jan. 1st 1971 ... | 10,200 | Bad debts | 1,200 |
| Cash received from debtors ..' | | Debtors as on December 31, | |
| During the year | | 1971 | 13,800 |
| (as per the cash book) ... | 30,400 | Cash sales (as per the | |
| Returns outwards ... | 2,700 | cash book) | 28,400 |

28 Give adjusting entries in the books of Head Office for the following. The Head Offices closes its books on 31st December :

  (a) Goods sent by head office to Agra Branch on 26th December, but reached Agra only on 8th January Rs. 6,000.

  (b) Cheque sent by Agra Branch to Head Office for Rs. 12,000 on 28th December but the same is received by Head Office by 15 days later.

(5 x 2 = 10 **weightage**)

IV. Answer any *two* :

29 The Kanpur shoe company opened a branch at Delhi on 1st April 2009. From the following **figures,** prepare the Delhi branch **account** for the year ended 31st March, 2010. (11.4 **iilus** 1 MC **Shukla** pink text)

|  |  | Rs. |
|---|---|---|
| Goods sent to Delhi branch | ... | 2, 15,000 |
| Cash sent to branch for : | | |
| Rent | | 31,800 |
| Salaries | ... | 33,000 |
| Other expenses | | 11,200 |
| Cash received from the branch | | 3, 24,000 |
| Closing stock | | 32,300 |
| Closing petty cash in hand | ..' | 1,040 |

**Turn over**

30 Find out total purchases from the following particulars :—

|  | Rs. |
|---|---|
| Opening Creditors | 39,275 |
| Opening Bills payable | 9,345 |
| Discount earned from Suppliers | 1,455 |
| Cash purchases | 4,245 |
| Cash paid to creditors | |
| (including payments to a supplier of a sum of | |
| Rs. 1,800 being the cost of a typewriter) | 23,532 |
| Returns Outwards | 1,156 |
| Payments made against Bills Payable | 14,000 |
| Closing Creditors | 3,30,000 |
| Closing Bills payable | 1,435 |

31. On 1st January 2002, Bijoy bought a machinery of Rs. 30,000 from Bijli enterprises under hire purchase system. Bijoy paid Rs. 1,00,000 on signing the agreement and balance is agreed to be paid in 4 equal installments at the end of the year together with interest at 20 % p.a. The machinery is depreciated at 20 %. p.a, under fixed installment. Give Bijli's enterprises account and machinery's account in the books of Bijoy.

(2 x 4 = 8 weightage)