

D 11134

(Pages : 4)

Name.....

Reg. No.....

**FIFTH SEMESTER B.A./B.Sc./B.Com./B.B.A. DEGREE EXAMINATION
NOVEMBER 2016**

(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 Fixed assets and current assets are categorized as per the concept of _____
- 2 The amount of salary paid to **Madhu** should be debited to _____
- 3 A motor car purchased for Rs. 80,000 whose book value is Rs. 48,000 was sold for Rs. 1,00,000.
Capital profit is _____
- 4 Outstanding expenditure is a _____ account.

(4 x 1 = 4 marks)

Part B (Short Answer Questions)

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

- 5 What are contra entries ?
- 6 **Madhu** purchased goods costing Rs. 20,000 at 5% trade discount and 2% cash discount. Write Journal Entry in the books of **Madhu**.
- 7 **Raju** has a capital of Rs. 60,000 on 31-03-15. During the year, he has made a profit of Rs. 24,000. If his drawings had amounted to Rs. 18,000. Find out his capital on 01-04-14 (workings form part of the answer).
- 8 If sales are Rs. 60,000 gross profit is $\frac{1}{3}$ of cost, purchases are Rs. 49,000 and closing stock is Rs. 9,000. Find opening stock.
- 9 What is Debit Note ?
- 10 What do you mean by Representative Personal Account ?
- 11 Write a short note on Errors of Commission.

(5 x 2 = 10 marks)

Turn over

Part C (Short Essay Questions)

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

- 12 State the significance of money measurement Concept.
- 13 What do you mean by Double Entry Book-Keeping ? State its advantages.
- 14 Prepare a Reconciliation Statement of Mr. Ali 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) A cheques for Rs. 6,000 was deposited but not collected by the bank.
- 15 Following are some accounting errors. Rectify them by making journal entries :
- (i) Sales for Rs. 20,000 made to **Malvika** were not entered in the Sales Book.
 - (ii) Salary of Rs. 7,500 paid to Accountant Raman was debited to his personal account.
 - (iii) Carriage paid Rs. 500 on purchase of a Machine was debited to Carriage A/c.
 - (iv) Cash Rs. 50,000 paid to the creditor A. **Gopan** was debited to P. **Gopan's** A/c.
- 16 Write Journal entries for the following transactions :—
- (i) **Bhaskar** commenced business with Cash Rs. 25,000. Furniture Rs. 2,000 and Stock Rs. 3,000.
 - (ii) Received from George Rs. 4,750 in full settlement of Rs. 5,000.
 - (iii) Purchased goods from Arun amounting to Rs. 10,000 at Trade discount 10% and paid him cash Rs. 8,500 in full settlement.
 - (iv) **Bhaskar** took cash for his personal use Rs. 500.

(4 x 4 = **16 marks**)

Part D (Essay Questions)

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

17. From the following trial balance of Miss **Chandrika**, you are asked to prepare a Trading and Profit and Loss Account for the year 31st March 2016 and a Balance Sheet as on that date after making necessary adjustments.

TRIAL BALANCE

	Debit Rs.	Credit Rs.
Purchases	36,590	
Opening Stock	4,790	
Wages	27,480	
Carriage Inwards	12,310	
Salaries	23,740	
Insurance	1,000	
Bills Receivable	4,300	
Machinery	76,500	
Furniture	3,700	
Debtors	15,380	
Land and Building	89,600	
Cash in Hand	1,320	
Drawings	1,000	
Sales returns	1,340	
Carriage outward	400	
Rent and Taxes	3,670	
Stationery	1,300	
Travelling Expenses	7,000	
Premises	12,000	
Discount	650	
Advertisement	570	
Postage	680	
Capital		1,30,000
Sales		1,06,040
Creditors		42,850
Loan From Kaimal		45,000
Purchase Returns		1,430
	3,25,320	3,25,320

Turn over

Adjustments :

- (i) Taxes Unpaid Rs. 250.
- (ii) Wages over Paid Rs. 4,350.
- (iii) Provide Depreciation on machinery at 10%, Furniture at 20%, Land and Building at 5%, Premises at 2%.
- (iv) Closing stock was valued at Rs. 7,530.

18. Write out the following transactions in the Triple column cash book of Sitaram.

January 1 Sitaram commences her business with cash = Rs. 30,000.

January 2 He pays into bank current account = Rs. 20,000 .

January 3 He receive cheque from Kumar on account = Rs. 1,000.

January 7 He pays Kumar cheque into bank = Rs. 1,000.

January 10 He pays Radha by Cheque = Rs. 1,980 and receive discount = Rs. 20.

January 11 He receive cheque from Wasim = Rs. 970 and allow him discount = Rs. 30.

January 15 He makes sales for cash = Rs. 2,000.

January 17 Cash deposited into bank = Rs. 3,000.

January 19 He purchased a motor car by cheque = Rs. 6,500.

January 20 He purchased goods by cheque = Rs. 1,500.

January 22 He pays Jacob traders in cash = Rs. 2,000 and receives discount = Rs. 100.

January 29 He withdraws from bank for office use = Rs. 500.

January 30 He purchases furniture by cheque = Rs. 1,200.

January 30 Cheque received from Sham endorsed to Ram = Rs. 5,000.

(1. x 10 = 10 marks)