

D 10039

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Name.....

Reg. No.....

**FIFTH SEMESTER U.G. DEGREE EXAMINATION, NOVEMBER 2021**

(CUCBCSS-UG)

B.Com.

BCM 5D 03—BASIC ACCOUNTING

(2017 Admissions)

Time : Two Hours

Maximum : 40 Marks

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

1. Trial balance is prepared from \_\_\_\_\_.
2. Goodwill is an \_\_\_\_\_.
3. Accounting is a language of \_\_\_\_\_.
4. Journal is a book of \_\_\_\_\_ entry.

(4 × 1 = 4 marks)

**Part B (Short Answer Questions)***Answer any five questions.**Each question carries 2 marks.*

5. If opening stock Rs. 10,000, closing stock Rs. 11,000, purchases Rs. 70,000 and goods sold at 30 % profit on cost, find the amount of sales.
6. What is trading account ?
7. What are fictitious assets ?
8. What is outstanding expense ?
9. What is contra entry ?
10. What do you mean by current assets ?
11. What is book-keeping ?

(5 × 2 = 10 marks)

**Part C (Short Essay Questions)***Answer any four questions.**Each question carries 4 marks.*

12. Distinguish between Management Accounting and Financial Accounting.

**Turn over**

13. From the following information find out gross profit and net profit :—

	Rs.
Opening stock ...	4,800
Salary paid ...	200
Purchases ...	30,410
Purchases return ...	370
Carriage inwards ...	1,048
Return inwards ...	1,720
Sales ...	41,720
Wages not paid ...	192
Loss due to fire ...	2,000
Closing stock ...	7,680
Wages paid ...	5,600

14. Record the journal entries relating to the transactions in the book of Ajay :

2021		Rs.
August 1	Ajay started business with cash ...	25,000
2	Bought furniture ...	2,100
4	Purchased goods from Anand Traders ...	42,850
7	Cash sales ...	3,500
14	Sold goods on credit to Manohar ...	2,500
21	Interest on investments received ...	150
25	Paid rent to landlord ...	550
29	Ajay has withdrawn cash for his personal use ...	7,500

15. From the following particulars prepare a sales returns book :—

2021		Rs.
Sept. 1	Antony & Co. returned back goods worth ...	275
10	Returned goods by Kumar which were defective ...	230
19	Allowance granted to Mukesh for breakage of goods ...	215
29	Anand returned us goods worth ...	210

16. What are the limitations of financial statements ?

(4 × 4 = 16 marks)

**Part D (Essay Questions)**

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

17. From the following figures extracted from the books of Anand, you are required prepare a final account for the year ended 31st December 2021 :

<i>Debit Balances</i>		<i>Credit Balances</i>	
Purchases	... 1,20,500	Capital	... 52,000
Stock on 1st Jan. 2021	... 21,500	Sales	... 1,86,000
Salaries	... 14,000	Sundry Creditors	... 10,900
Rent and Rates	... 3,000		
Insurance	... 800		
General expenses	... 3,100		
Wages	... 25,000		
Machinery	... 31,000		
Sundry Debtors	... 20,000		
Cash at bank	... 3,000		
Drawings	... 7,000		

**Adjustments :**

- Salaries for the month of December still unpaid Rs. 1,600.
  - Insurance prepaid Rs. 250.
  - Depreciate Machinery by 10 %.
  - Closing stock was valued at Rs. 26,000.
18. Enter the following transactions in a cash book with cash, discount and bank columns :—

2021		Rs.
Feb. 1	Cash balance	... 3,000
	Cash at bank	... 7,000
	Purchased goods for cash	... 1,500
	Sold goods for cash	... 1,500
3	Paid Kurian 250 in full settlement of his a/c	... 260
5	Office furniture purchased	... 250
6	Suresh gave us 700 to settle his a/c	... 725
8	Received from Nikhil, Commission	... 150

**Turn over**

10	Cash sales for the day	...	800
18	Brought in cash as capital	...	1,500
21	Paid into Bank a/c	...	500
23	Paid rent to landlord by cheque	...	200
25	Paid cash to Chandran	...	250
26	Sold machinery for cash	...	500
28	Received interest on investments	...	50
	Drew for personal use by cheque	...	250
	Paid salaries	...	800

(1 × 10 = 10 marks)