QP CODE: 22100119

Reg No : .....

Name : .....

UNDER GRADUATE (CBCS) REGULAR / REAPPEARANCE EXAMINATIONS, JANUARY 2022

Fifth Semester

(Offered by the Board of Studies in Commerce)

OPEN COURSE - CO5OPT03 - FUNDAMENTALS OF ACCOUNTING

2017 Admission Onwards

EE5530F9

Time: 3 Hours Max. Marks : 80

Part A

*Answer any **ten** questions.*

*Each question carries **2** marks.*

1. Explain contingent asset with an example.
2. What is journalising?
3. Narrate the rules of debit and credit as per modern approach.
4. What are intangible assets? Give example.
5. What is trade discount?
6. Explain Balancing of account.
7. Explain debit note and credit note.
8. Agreement of a trial balance is not a conclusive proof of the accuracy of accounts. Comment.
9. What is a Balance Sheet? What is the need of preparing it?
10. What is a closing entry? Give two examples.
11. What is gross profit?
12. What do you mean by grouping and marshalling of assets and liabilities?

(10×2=20)

Part B

*Answer any **six** questions.*

*Each question carries **5** marks.*

13. Who are the users of accounting information?

14. Distinguish between Book Keeping and Accounting.

15. What are the advantages of Double Entry System of Accounting?

16. Show the opening entry from the following particulars

	Rs.
Cash in hand	5000
Cash at Bank	10000
Machinery	6000
Stock	7000
Sundry Debtors	10000
Sundry Creditors	5000
Bills Receivable	3000
Bills Payable	1000
Loan (Cr)	2000

17. Pass necessary Journal Entries

Date	Transactions	Amount (Rs.)
2019		
Jan 1	Started business with	50,000
2	Purchased furniture	15,000
3	Purchased goods for cash	9,000
5	Open bank account	8,000
7	Purchased goods for cash	7,000
8	Sold goods for cash	12,000
12	Withdrew cash for personal purpose	3,000
16.	Purchased goods from Roy	9,000
18.	Sold goods to James	15,000
20.	Cash received from James	12,000
21.	Cash paid to Roy	6,000
24.	Paid salary	2,000

18. State the disadvantages of Journal?

19. Give ledger accounts of Mr.Raj in respect of the transactions given below:

2019

March 1 Started business with Rs.50,000

3 Purchased goods for Rs.12,000

4 Purchased goods on credit from Gomas Rs.8,000

8 Sold goods to Arun Rs.6,000

12 Paid to Gomas Rs.5,000

15 Received from Arun Rs.4,000

18 Sold goods for Rs.9,000

20. Prepare a Trial Balance from the following

Particulars	Amount (Rs)
Capital	40500
Purchases	45000
Purchase Return	3000
Sales	72000
Sales Return	2000
Opening stock	15000
Cash in Hand	2200
Salaries	3050
Rent	1250
Commission Received	1000
Wages	2000
Creditors	6000
Debtors	9000
Machinery	3000
Furniture	10000
Land & Building	30000

21. Distinguish between Trading and Profit & Loss Account. Give a specimen of Profit and Loss Account.

(6×5=30)

Part C

*Answer any **two** questions.*

*Each question carries **15** marks.*

22. Explain in detail the various accounting concepts and conventions.

23. Explain the various subsidiary books maintained by a firm. Also explain the advantages of subdivision of journal.

24. From the following transactions, prepare a triple column cash book

May
2019

1 Balance of cash in hand Rs.4000
Bank balance Rs.10000
2 Purchased goods and gave cheque Rs.3600
5 Sold goods for cash Rs.2800
5 Remitted to bank Rs.3000

5 Received cheque from Prabhu for Rs.6700 and discount allowed to him Rs.120

6 Prabhu's cheque sent to bank for collection

7 Cheque issued to Murali for Rs.5200 and discount allowed by him Rs.200

9 Paid rent by cheque Rs.300

10 Paid to Haridas Rs.3150 and received a discount Rs.150

15 Interest on deposit credited by bank Rs.220

18 Bank charges debited Rs.25

20 Withdrew from bank for office use Rs.2000

22 Thomas, one of our customers remitted to bank directly Rs.7000

25. Following balances are extracted from the books of Kautilya & Co. on 31st March 2019. You are required to make final accounts as on that date.

Opening stock Rs. 500
Bills reveivable Rs. 2250
Purchases Rs. 19500
Wages Rs. 1400
Insurance Rs. 550
Sundry debtors Rs. 15000
Carriage inward Rs. 400
Commission (Dr.) Rs. 400
Interest on capital Rs. 350
Stationery Rs. 225
Returns inward Rs. 650
Commission (Cr.) Rs. 200
Returns outward Rs. 250
Trade expenses Rs. 100
Office fixtures Rs. 500
Cash in hand Rs. 250
Cash at bank Rs. 2375
Rent & taxes Rs. 550
Carriage outward Rs. 725
Sales Rs. 25000
Bills payable Rs. 1500
Creditors Rs. 9825
Capital Rs. 8950
The closing stock was valued at Rs. 12500

(2×15=30)