QP CODE: 21101668

Reg No : .....

Name : .....

UNDER GRADUATE (CBCS) SPECIAL SUPPLEMENTARY EXAMINATION, JULY 2021

Fifth Semester

(Offered by the Board of Studies in Commerce)

OPEN COURSE - CO5OPT03 - FUNDAMENTALS OF ACCOUNTING

2018 Admission Only

F13D992C

Time: 3 Hours Max. Marks : 80

Part A

*Answer any **ten** questions.*

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

1. What do you mean by Fictitious Assets?
2. Draw a specimen of Journal.
3. Narrate the rules of debit and credit as per Conventional Approach.
4. What are Nominal Accounts? Give Example.
5. What is Cash Discount?
6. Explain the meaning of casting.
7. Explain Debit Note and Credit Note.
8. Define Trial Balance.
9. What are financial statements?
10. What is a closing entry? Give two examples.
11. Prepare Trading Account from the following items:
    Purchases Rs. 41000
    Opening stock Rs. 9000
    Sales Rs. 75000
    Carriage inwards Rs. 1500
    Wages Rs. 2000
    Closing stock Rs. 12000
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. What are the main limitations of Accounting?

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 journal entries in respect of the following transactions**

Date	Transactions	Amount (Rs.)
2019		
March 1	Rama Commenced business with	100000
2	Paid into bank	80000
3	Purchased goods for cash	5000
4	Bought Furniture	4000
10	Drew from bank for office	10000
13	Sold Goods to Gopu	6000
15	Bought goods from Sunil	4100
19	Received cash from Gopu	5900
	Allowed him discount	100
25	Paid wages	5000
28	Paid to Sunil in Full Settlement	4000
30	Paid Rent	1000

18. Explain the advantages of Journal.

19. Distinguish between journal and Ledger.

20. Prepare a Trial Balance from the following.

Particulars	Amount (Rs)
Sales	13000
Purchase	6000
Creditors	1800
Cash	1000
Sales Returns	3000
Purchase Returns	200
Furniture	2000
Salary	4000
Commission Received	1000

21. What are the differnces between Profit and Loss Account and Balance Sheet?

(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 Subdivion of journal.

24. Enter the following transactions in a Two column cash Book

2018

September

1	Commenced business with cash	50000
2	Bought goods for cash	28000
5	Received cash from Arun	2000
7	Paid cash to Sanjay	2900
	Discount allowed by him	100
10	Paid wages	3000
14	Cash received from Rajesh	950
	Allowed him discount	50
15	Paid into bank	10000
18	Cash sale	2500
20	Purchased stationery for cash	250
23	Paid cash to Suresh	3900

	Discount allowed	100
25	Received from Rajesh	1900
	Allowed him discount	100
30	Paid Salaries	2000

25. Following Trading & Profit and Loss Account has been prepared by a junior accountant of a firm. Criticise it and redraft it correctly.

Trading & Profit and Loss Account for the year ended March 31,2019

Particulars	Amount (Rs.)	Particulars	Amount (Rs.)
Opening stock of raw materials	7352	Closing stock of raw materials	9368
Purchases	63681	Sales	170852
Sundry creditors	25375	Sundry debtors	40659
Carriage inwards	2654	Gross loss c/d	8182
Carriage outwards	394		
Salaries	24370		
Wages	51963		
Rent, rates & taxes	3981		
Repairs to factory	35368		
Insurance	13923		
	229061		229061
Gross loss b/d	8182	Bank overdraft	17681
Interest on loans	6180	Interest on Bank overdraft	123
Dividend from investments	9375	Net loss transferred to balance sheet	39691
Furniture purchases	17681		
Telephone charges	985		
Electric charges	2756		
Depreciation on plant & machinery	663		
General charges	11673		
	57495		57495

(2×15=30)