QP CODE: 19102518

19102518

Reg No : .....

Name : .....

UNDERGRADUATE (CBCS) EXAMINATION, OCTOBER 2019

Fifth Semester

(Offered by the Board of Studies in Commerce)

Open Course - CO5OPT03 - FUNDAMENTALS OF ACCOUNTING

2017 Admission Onwards

61F6E5AF

Maximum Marks: 80 Time: 3 Hours

Part A

Answer any ten questions.

Each question carries 2 marks.

1. Who is a Debtor?
2. What is journalising?
3. Narrate the rules of debit and credit as per Modern Approach?
4. What are representative personal Accounts? Give Example.
5. What is Trade Discount?
6. Define Ledger.
7. Explain Debit Note and Credit Note.
8. Why a Trial Balance is prepared?
9. Ascertain the Net Profit from the following particulars:
   Gross profit Rs. 41000
   Salaries Rs. 9000
   Rent, rates and taxes Rs. 2500
   Depreciation on Machinery Rs. 4000
   Printing and stationery Rs. 1000
   Commission received Rs. 750
   Furniture and Fixtures Rs. 7500
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 features 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. 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)
Cash	38750
Capital	50000
Purchases	4500
Creditors	2000
Furniture	8000
Debtors	1000
Sales	3000
Commission	750
Rent	3500

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. Record the following transactions in a Three Column Cash book

2019

May

1 Opening Balance –Cash Rs.3500 and Bank (Cr.) Rs.2000

4 Sold goods for cash Rs.5000

7 Paid to bank Rs.3500

10 Received from Roy Rs.8900 and allowed him discount Rs.100

12 Cash purchases Rs.4000

17 Paid cash to Joy Rs.2750 and discount received Rs.50

20 Purchased furniture for cash Rs.3000

22 Withdrew from bank for personal use Rs.1500

26 Paid cash to Krishnan Rs.2975 and discount allowed by him Rs.25

29 Paid Rent Rs.3000

30 Withdrew from bank for office use Rs.1500

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 receivable 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)