

B.C.A. DEGREE EXAMINATION, APRIL 2019
II Year III Semester
Financial Accounting

Time : 3 Hours

Max.marks :75

Section A (10 × 2 = 20) Marks

Answer any **TEN** questions

1. What is Book-Keeping?
2. What do you understand by Concepts in Accounting?
3. Define the term Ledger.
4. Write a note on TRIAL Balance.
5. What is gross profit?
6. What is Depreciation?
7. What are the different kinds of Branches?
8. Journalise the following:

Jan.1	krishnan started business with cash	Rs.5,00,000
Jan.5	purchased pen, pencil, ink and paper for cash	Rs.100
9. Calculate gross profit and cost of goods sold from the following information:
Net sales Rs.2,00,000
Gross profit 25% on cost.
10. Pass necessary adjusting entries:
Rs. 20,000 for wages were outstanding.
Rs.15,000 were received in advance as interest.
11. A machine was purchased for Rs.30,000 on 1/1/86. This is expected to last for 5 years. Estimated scrap at the end of five years is Rs. 5,000. Find out the amount of depreciation under the straightline method.
12. From the following particulars, calculate closing branch debtors balance:

	Rs.
Branch debtors (1.1.98)	6,300
Credit sales	39,000
Cash received from debtors	41,200

Section B ($5 \times 5 = 25$) MarksAnswer any **FIVE** questions

13. What are the various basic accounting assumptions?
 14. What are the causes for depreciation?
 15. Post the following transactions to ledger accounts.

	Rs.
2010 march 1 Ram commenced business with cash	6, 000
Goods Rs.3, 000 and building	8,000
5 Sold goods for cash	700
7 Sold goods to Mani	640
10 Cash purchase	2,000

16. The drawings of a proprietor for the year 2002 are Rs. 30,000. Profit for the year Rs.50,000 and capital at the end Rs.1,40,000. Calculate the capital at the beginning.
 17. A firm purchased a machine for Rs.1,00,000 on 1/7/95. Depreciation is written off @10% on reducing balance method. The firm closes its books on 31st Dec. Each year. Show the Machinery A/c upto 31/12/97.
 18. The Kanpur shoe company opened a branch at Delhi in 1988. From the following particulars prepare Delhi Branch A/c for the year 1988.

	Rs.
Goods sent to branch	15,000
Cash sent to branch for expenses	6,000
Cash received from the branch	24,000
Stock on 31/12/88	2,300
Petty cash in hand	40

19. From the information given below prepare Trading Account.

	Rs.
Opening stock	1,00,000
Purchases	1,50,000
Purchase returns	25,000
Direct expenses	10,000
Carriage inwards	5,000
Sales	4,00,000
Closing stock	50,000

Section C ($3 \times 10 = 30$) MarksAnswer any **THREE** questions

20. Briefly describe the different accounting concepts.
21. From the following balances extracted from the ledger, you are required to prepare a Trial Balance:

Opening stock	10,000	Purchases	49,000
Wages	15,000	Rent, rates	1,000
Salaries	8,000	General expenses	900
Plant	15,000	Sundry creditors	20,000
Furniture	8,000	Cash at bank	5,000
Sales	1,28,600	Building	60,000
Loan	15,000	Sundry debtors	42,000
Capital	50,000	Provision for bad debts	2,800
Sales return	2,000	Discount allowed	500

22. From the following balances as at 31st December 2014 of a trader, Prepare a Trading and Profit & Loss A/c for the year 2014 and a Balance Sheet as on that date:

	Rs.		Rs.
Salaries	5,500	Creditors	9,500
Rent	1,300	Sales	32,000
Cash	1,000	Capital	30,000
Debtors	40,000	Loans	10,000
Trade expenses	2,600		
Purchases	25,000		
Advances	2,500		
Bank balance	3,600		
	81,500		81,500

Adjustments:

- The closing stock Rs.9,000
 - One month's Salary is outstanding
 - One month's rent has been paid in advance.
 - Provide 5% for doubtful debts.
23. A machine purchased on 1st July 1983 at a cost of Rs. 14,000 and Rs.1,000 was spent on its installation. The depreciation is written off at 10% on the original cost every year. The books are closed on 31st December each year. The machine was sold for Rs.9,500 on 31st March 1986. Show the machinery account for all the years.
24. The following information relates to Madurai branch.

Stock on 1.1.94		11,200
Branch debtors on		6,300
Goods sent to branch		51,000
Cash sent to branch for		
Rent	1,500	
Salaries	3,000	
Petty cash	500	5,000
Sales at branch:		
Cash	25,000	
Credit	39,000	64,000
Cash received from Debtors		41,200
Stock on 31.12.94		13,600