

B.Sc. DEGREE EXAMINATION, NOVEMBER 2019
I Year I Semester
Financial Accounting

Time : 3 Hours

Max.marks :75

Section A ($10 \times 2 = 20$) Marks

Answer any **TEN** questions

1. Define Accounting.
2. Give the meaning of money measurement concept.
3. What is a journal?
4. What is Trial Balance?
5. What is Gross profit?
6. What do you understand by final accounts?
7. Define Depreciation.
8. State the methods of depreciation.
9. What is single entry?
10. What is statement of Affairs?
11. State the meaning of debit and credit.
12. Give the meaning of Cash Book.

Section B ($5 \times 5 = 25$) Marks

Answer any **FIVE** questions

13. Describe the objectives of Accounting.
14. Prepare Trial Balance from the following:

Wages	Rs.20,000	Plant & Machinery	Rs.15,000
Bank Loan	Rs.8,800	Purchases	Rs.2,93,800
Sales	Rs.2,40,000		
Capital	Rs.80,000		

15. Pass adjustment entries :
 - a. Rs.20,000 for wages outstanding
 - b. Closing stock Rs.49,280
 - c. Provide depreciation on vehicles at the rate of 10% on cost Rs 1,40,000
16. What are the causes of Depreciation?

17. Find out the profit from the following data under statement of affairs methods

Capital at the beginning of the year	Rs.8,00,000
Drawings during the year	Rs.1,80,000
Capital at the end of the year	Rs.9,00,000
Capital introduced during the year	Rs.50,000

18. A company purchased a plant for Rs. 50,000. The useful life of the plant is 10 years and the residual value is Rs.10,000. Find out the rate of depreciation under the straight line method.

19. Enter the following transactions in a simple cash book

Date	Transaction	Amount(Rs)
April 1	Commenced business with cash	24,000
5	Bought goods for cash	6,000
10	Sold goods for cash	11,200
14	Purchased furniture for cash	9,600
20	Paid telephone charges	300

Section C ($3 \times 10 = 30$) Marks

Answer any **THREE** questions

20. Explain the various accounting concepts briefly.

21. Pass the journal entries for the month of March 1999.

Date	Transaction	Amount(Rs)
Mar 1	Paid rent for the month by cash	600
2	Paid cash for office stationery	60
8	Purchased office equipment for cash	10,000
13	Paid advertisement expenses by cash	600
15	Received cash from kumar	8,000
25	Withdrawal cash for personal use	2,000
29	Paid telephone bill by cheque	600
31	Paid electricity bill for the month by cheque	400

22. Prepare Trading account of Archana for the year ending 31.12.96 from the following information:

Particulars	Amount(Rs)
Opening stock	80,000
Purchases	8,60,000
freight Inwards	52,000
Wages	24,000
Sales	14,40,000
Purchase returns	10,000

Sales Returns	3,16,000
Closing stock	1,00,000
Import Duty	30,000

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. Distinguish between Single entry and double entry system.