

**B.Com DEGREE EXAMINATION, EVEN SEMESTER 2021**  
**I Year I Semester**  
**Financial Accounting - I**

**Max.marks :25**

Answer any **FIVE** questions ( $5 \times 5 = 25$ ) Marks

1. Classify the Accounting concepts and conventions and explain any five in detail.
2. Differences between Single Entry System and Double entry System.
3. A book keeper prepared a Trial balance on 31.3.2003 which showed a difference of ₹140 (Excess credit). The difference was placed to suspense account. The following errors were subsequently located. a) A sale to Babu of goods for ₹600 had been posted to the wrong side of his account, b) A credit purchase of goods for ₹1,640 from Ramesh had been posted to the personal account as ₹640 c) A cash sale of old furniture for ₹1,500 had been passed through the sales account d) The discount received account had been short cast by 60. e) Payment of Rent Rs. 3,400 was debited to the personal account of the landlord. Pass journal entries to rectify the errors and prepare the suspense account.

4. Krishna had the following transaction with Gopal.

Date	Transaction	Amount (₹)
Jan 1, 2020	Opening balance due from Gopal	500
Feb 4, 2020	Sold goods to Gopal	1,000
Mar 15, 2020	Purchased goods from Gopal	300
Apr 20, 2020	Received acceptance from Gopal for the bill dated April 15th payable one month after date	400
May 15, 2020	Paid cash to Gopal	300

Make up an account current to be rendered by Krishna to Gopal on 30th June 2020, calculating interest at 10% p.a.

5. On 1-7-2015, Rajesh purchased a second hand car for ₹18,000 and spent Rs.2000 on its repairs. On 30-6-2018, the car was disposed off for a sum of ₹13,600. Assuming that the books are closed on December 31st every year and depreciation is 10% on diminishing balances. Prepare Machinery Account and calculate the amount chargeable to profit and loss account for the year 2018.
6. Prakash keeps his books by the 'Single Entry Method'. His position on 31.12.2018 and 31.12.2019 was as follows:

Particulars	31-12-2018(₹)	31-12-2019 (₹)
Cash in Hand	200	300
Cash at Bank	3,000	2,000
Stock in Trade	20,000	19,000
Sundry Debtors	8,500	14,000
Furniture	1,800	1,500
Plant	15,000	27,000
Sundry Creditors	22,000	29,000

During the year Prakash introduced ₹5,000 as further capital and withdrew ₹750 p.m. From the above, prepare a statement showing Profit or Loss made by him for the year ended 31-12-2019

7. A fire occurred in the business premises of Sri. Kumar on 15.10.2019. From the following particulars ascertain the loss of stock and prepare a claim for insurance.

Particulars	Amount (₹)
Stock on 1.1.18	30,600
Purchases during 2018	1,22,000
Sales during 2018	1,80,000
Stock as on 31.12.18	27,000
Purchases from 1.1.19 to 14.10.19	1,47,000
Sales from 1.1.19 to 14.10.19	1,50,000
The stocks were always valued at 90% of cost.	
The stock saved from fire was worth ₹18,000.	