

B.C.A. Degree Examinations - Even Semester 2021  
II Year III Semester  
Financial Accounting

Max Marks: 25

Answer any Five questions      (5 x 5 = 25)

1. Journalize the following transactions in the books of Sri. T.N. of Coimbatore:  
1987

- Oct.    1. Commenced business with Rs.50, 000  
          3. Purchased goods for cash Rs.10, 000 at 5% trade discount.  
          4. Paid carriage Rs.50  
          8. Purchased machinery for Rs. 20,000  
         10. sold goods to Madan on account for Rs. 15,000.

2. Prepare trading and profit and loss account from the information given below:

	Rs.		Rs.
Opening stock	3,600	Rent (factory)	400
Purchases	18,260	Rent (office)	500
Wages	3,620	Sales return	700
Closing stock	4,420	Purchases return	900
Sales	32,000	General expenses	900
Carriage on purchases	500	Discount to customers	360
Carriage on sales	400	Interest from bank	200

3. Prepare Trial Balance form the following:

	Rs.		Rs.
Capital	9,000	Rent outstanding	1,000
Plant and machinery	12,000	Opening stock	2,000
Purchases	8,000	Sales return	4,000
Sales	12,000	Investments	14,000

Sundry creditors	8,000	Debtors	12,000
Bank loan	22,000		

4. What are Accounting conventions? Explain them.
5. The following information relates to Madurai branch

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

Prepare branch account for the year 1994.

6. A machine purchased on 1<sup>st</sup> 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 31<sup>st</sup> December each year. The machine was sold for Rs. 9,500 on 31<sup>st</sup> March 1986. Show the machinery account for all the years.
7. 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.