

SHRIMATHI DEVKUNVAR NANALAL BHATT VAISHNAV COLLEGE FOR WOMEN (AUTONOMOUS)
(Affiliated to the University of Madras and Re-accredited with 'A+' Grade by NAAC)
Chromepet, Chennai — 600 044.

B.Com.(CS) END SEMESTER EXAMINATIONS NOVEMBER-2022

SEMESTER - I

21UBCCT1001 - Financial Accounting - I

Total Duration : 2 Hrs 30 Mins.

Total Marks : 60

Section A

Answer any **SIX** questions ($6 \times 5 = 30$ Marks)

1. Explain the Accounting Conventions.
2. Rectify the following Errors:
 - a) Purchase book is over cast by Rs.300.
 - b) Sales Book has been under cast by Rs.200.
 - c) Purchase Returns book has been over cast by Rs.75.
 - d) Sales Return Book has been under cast by Rs.50.
3. Kannan Purchased goods from Raman, the due dates for payment in cash being as follows

	Rs.	
Mar. 15	1,000	Due 18 th April
Apr. 21	1,500	Due 24 th May
Apr. 27	500	Due 30 th June
May. 15	600	Due 18 th July

Raman agreed to draw a bill for the total amount due on the average due date. Compute that date.

4. A company acquired a machine on 1.1.2008 at a cost of Rs.40,000 and spent Rs.1,000 on its installation. The firm writes off depreciation at 10% on the straight line method. The books are closed on 31st December of each year. Prepare the machinery A/c for 3 years.
5. Examine the causes for depreciation.
6. Mohan, a retail merchant commenced business with a capital of Rs.12,000 on 1.1.94. subsequently on 1.5.94 he invest further capital of RS.5,000. During The Year, He has withdrawn Rs.2,000 for his personal use. On 31.12.94., his assets and liabilities were as follows

Cash a bank - 3,000
Debtors - 4,000
Stock - 16,000
Furniture - 2,000
Creditors - 5,000

Calculate the profit or loss made during the year 1994.

7. Prepare a balance sheet of Krishna for the year ending 31st March, 2020

Machinery	-	20,000
Depreciation	-	2,000
capital	-	35,000
Net profit	-	13,428
Furniture	-	1,600
Closing Stock	-	16,800
interest on Capital	-	1,750
Debtors	-	9,880
Creditors	-	3,903
outstanding salaries	-	400
prepaid Rent	-	201
cash at bank	-	8,000

Contd...

8. Distinguish between single entry system and double entry system.

Section B

Answer any **THREE** questions ($3 \times 10 = 30$ Marks)

9. Explain Various Accounting Concepts briefly.
10. Messrs. Sarojini Balu & Co., Purchased a machine for Rs.22,000 on January 1,1992. The estimated life of the machinery is 10 years, after which its breakup value will be Rs.2,000. Depreciation has to be charged at 21% on the diminishing balance. There was an addition to the original plant on January 1, 1994 to the value Rs.4,000. You are required to prepare machinery A/c for the first three years.
11. Ascertain Trading and profit & loss account of Sri Narayanan Ltd.,for the year ending 31st March, 2012

	Rs.
Stock 1 st April 2011	50,000
Sales Return	9,600
Purchase Returns	3,000
Carriage outwards	6,000
Bank interest paid	2,000
Discount Received	900
Audit Fee	3,000
Trade Expenses	2,500
Sales	2,89,600
Purchases	2,43,000
Freight inwards	4,000
Salaries and wages	30,000
Printing and Stationary 7	,000
Discount Allowed	600
Insurance Premium	600

Stock on 31st March 2012 was Rs.70,000.

12. Mr.A.M.Krishnamoorthy keeps his book under single entry system. His position as on 31.12.2006 was as under

Cash in hand Rs.10,
cash at bank Rs.990,
Stock in trade Rs.7,000,
sundry Debtors Rs.15,000,
Furniture Rs.3,000 and
Sundry Creditors Rs.3,000,
Capital Introduced during the year Rs.3,000 and
withdrawals Rs.600 p.m.
On 31.12.2007 his position was
cash in hand Rs.2,000,
cash at Bank Rs.1,000,
Stock in Trade 10,000,
Sundry Debtors Rs.20,000,
Furniture Rs.3,000 and
Sundry Creditors Rs.6,000.

From the above find profit or loss made in 2007.

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13. X sold goods to Y as detailed below

Date of Invoice	Value of goods sold(Rs.)
5-5-94	2,000
12-5-94	1,500
19-5-94	3,000
26-5-94	2,200
1-6-94	1,500
3-6-94	1,000

The payment were agreed to be made by bills payable 90 days from the respective dates of invoice, However, Y wanted to arrange for payment of all the bills to be made on a single date. Assess the date on which such payment could be made without loss of interest to either party.
