



K18U 1639

Reg. No. :

Name :

V Semester B.A./B.Sc./B.Com./B.B.A./B.B.A.T.T.M./B.B.A.R.T.M./B.B.M./
B.T.T.M./B.C.A./B.S.W./B.A. Afsal UI Ulama Degree
(CBCSS – Reg./Sup./Imp.) Examination, November 2018
(2014 Admn. Onwards)
Open Course
5D01 COM (1) – BASIC ACCOUNTING

Time : 2 Hours

Max. Marks : 40

PART – A

Answer **any 6** questions. **Each** question carries **1** mark.

1. What is Accounting ?
2. What is accounting concepts ?
3. What is compound journal entry ?
4. What is purchase return book ?
5. What is debit note ?
6. What is suspense account ?
7. What is trial balance ?
8. What are the objectives of preparing financial statements ?
9. What is a journal ?

(6×1=6)

PART – B

Answer **any 4** questions. **Each** question carries **6** marks.

10. Identify whether following receipts are capital or revenue. How will they be treated in final accounts ?
 - i) Sale proceeds of goods Rs. 25,000
 - ii) Commencement of business with Rs. 1,00,000

P.T.O.



- iii) Amount received from sale of assets Rs.75,000
- iv) Cost of acquiring machine Rs. 80,000
- v) Payment of fire insurance premium Rs. 2,000
- vi) Cost of white washing building and maintenance of machinery Rs. 10,000

11. Journalize the following transactions in the books of Abraham : 2016

- April 1 Commenced business with cash Rs. 1,00,000
- 3 Bank account opened Rs. 40,000
- 6 Bought machinery from V-Guard Industries Ltd. Rs. 10,000
- 8 Withdraw cash from bank for office use Rs. 4,000
- 11 Drew from bank for personal use Rs. 2,000
- 16 Sold goods to Mohan Rs. 3,000
- 21 Cheque received from Mohan in full settlement of his account
- 23 Mohan's cheque deposited into bank for collection
- 25 Paid rent Rs. 4,000 and commission Rs. 1,500 by cheque
- 27 Bank charges Rs. 100
- 30 Interest on deposit Rs. 250 credited to bank account.

12. Prepare a bank column cash book from the following transactions.

2017

- May 1 Cash in hand Rs. 11,800 and cash at bank Rs. 11,000
- 5 Discounted a bills receivable at 1% through bank Rs. 4,000
- 7 Bought goods by cheque Rs. 7,000
- 8 Bought goods for cash Rs. 500
- 14 Paid trade expenses Rs. 150
- 16 Paid into bank Rs. 1,000
- 20 Received cash from Mohan Rs. 500
- 23 Withdraw from bank Rs. 400
- 25 Withdraw from bank for private expenses Rs. 500
- 27 Sold goods for cash Rs. 900
- 28 Received cheque for goods sold and deposited into bank Rs. 9,000
- 29 Received a payment of a loan of Rs. 5,000 and deposited Rs. 3,000 out of it into bank.

13. a) What is compound journal entry ?

b) Write a compound journal entry for the following :

- i) On 1st October 2017, the following expenses were paid: Wages Rs. 5,000, Commission Rs. 2,000 and Rent Rs. 3,000.
- ii) Shyam started business with cash Rs. 75,000, furniture Rs. 25,000 and stock Rs. 30,000.



14. From the following transactions, prepare Purchase Day Book and post them to the Ledger Accounts.

		Rs.
2016 March 1	Purchased from Ram Electricals	11,000
10	Purchased from Surendran & Sons	1,800
15	Purchased from Cochin shoppers	12,420
25	Purchased from KMK agencies	9,000
30	Purchased from Sundaram & Sons	6,000

15. "Accounting is a science and an art". Discuss.

16. Prepare a trading account from the following.

	Rs.	
Opening stock	5,900	
Closing stock	8,950	
Purchases	6,200	
Return outwards	610	
Trading expenses	140	
Carriage on purchases	50	
Carriage on sales	150	
Sales	6,020	
Return inwards	250	
Wages	240	(4x6=24)

PART – C

Answer **any 1** question. The question carries **10** marks.

17. Prepare a Trading and Profit and Loss Account of Shri Rustam Prakash for the year ending 31/3/2002 from the following figure taken from the trial balance;

	Rs.
Stock-first April 2001	50,000
Sales	2,89,600
Sales return	9,600
Purchases	2,43,000
Purchase return	3,000
Freight inwards	4,000
Carriage outwards	6,000
Salaries and wages	30,000
Bank interest paid	2,000



Printing and stationery	7,000
Discount received	900
Discount allowed	600
Audit fees	3,000
Insurance premium	600
Trade expense	2,500
Stock on 31/3/2002 was Rs. 70,000	

18. The following trial balance was drawn from the books of Jupiter Traders on 31.12.2016

Trial Balance			
Debit	Rs.	Credit	Rs.
Building	60,000	Capital	73,600
Machinery	17,000	Fixtures	5,600
Returns outward	2,600	Sales	1,04,000
Bad debts	2,800	Debtors	60,000
Cash	400	Interest received	2,600
Discount received	3,000		
Bank overdraft	10,000		
Creditors	50,000		
Purchases	1,00,000		
Total	2,45,000	Total	2,45,000

Even though the debit and credit sides agree, the trial balance contains certain mistakes. Redraft the trial balance. (1×10=10)