

B.A. /B.SC./B.COM DEGREE END SEMESTER EXAMINATION OCTOBER 2017**SEMESTER –5: COMMERCE (OPEN COURSE)****COURSE: 15U5OCCOM1: FUNDAMENTALS OF ACCOUNTING***(For Regular 2015 admission)*

Time: Three Hours

Max. Marks: 75

SECTION AAnswer **all** questions. Each question carries two marks

1. Define accounting.
2. What is capital?
3. What is business entity concept?
4. What do you mean by a source document?
5. What is accounting equation?
6. What is a journal?
7. What do you mean by contra entry?
8. What is Petty Cash Book?
9. What is Debit Note?
10. What is a Balance Sheet? (2 x 10 = 20)

SECTION BAnswer **any five** questions. Each question carries five marks

11. What do you mean by Trial Balance? What are the differences between a Trial Balance and a Balance Sheet?
12. The following are the account balances of Chacko Brothers after the preparation of Trading and Profit and Loss Account for the year ending 31st March 2017.

Particulars	Amount	Particulars	Amount
Land and building	20,000	Bank loan	15,000
Closing stock	13,000	Sundry creditors	16,000
Cash in hand	7,500	Drawings	3,000
Cash at bank	2,200	Capital	30,000
Sundry debtors	12,000	Net profit of the year	7,000
Bills receivable	4,300	Furniture	6,000

Prepare a Balance Sheet of Chacko Brothers.

13. Give journal entries for the following transactions. ₹
- | | | |
|---------|------------------------------|-------|
| Jan. 21 | Purchased furniture for cash | 3,000 |
| 22 | Purchased goods for cash | 4,200 |
| 23 | Sold machinery for cash | 6,000 |
| 25 | Sold goods for cash | 4,500 |
| 27 | Paid salary | 600 |
| 28 | Received commission | 400 |
| 29 | Paid to Kumar | 500 |
| 31 | Received cash from Somu | 1,000 |

14. On Wednesday, the 1st April 2017, a petty cashier is paid ₹ 200 as imprest money. During the month, his expenses were as under

		₹
April 2	Stationery	12.00
4	Taxi fare for manager	21.00
5	Postage	16.50
7	Cartage	3.50
9	Telegrams to customers	8.00
10	Printing charges	14.60
13	Pins and clips	7.40
18	Refreshment to a customer	34.00
21	Travelling expenses	22.00
24	Sivarathri festival contributions	15.00
27	Carriage on goods	18.00
28	Repair to typewriter	12.00

15. Record the following transactions in the Purchases Day Book of Bharath Agencies.

2017

- April 1 Purchased from Jayaram Electricals:
 30 Philips Tube lights @ ₹100
 10 Khaitan Ceiling Fans @ ₹ 800
- 4 Purchased from Ismail & Sons
 20 Immersion heaters @ ₹ 21
 5 Electric irons @ ₹ 240
15. Purchased from Quilon Radio Services
 10 Table fans @ ₹ 1,200
 20 Electric kettles @ ₹ 90
 Less Trade discount @ 10 %
- 27 Purchased from K.C. & Co., on credit
 20 Electric heaters @ ₹ 400
 10 Electric stoves @ ₹ 120
30. Purchased from Bajaj Agency
 50 Tube lights @ ₹ 140
 Less Trade discount @ 5 %

16. Following relate to the books of a trader as on 31st March, 2017.

	₹		₹
Opening stock	14,000	Purchases	36,000
Sales	92,000	Sales returns	2,000
Purchases returns	3,000	Wages	4,000
Carriage inwards	2,500	Power and fuel	1,400
Manufacturing expenses	1,600	Closing stock	15,000
Prepare Trading Account			

17. Explain the following: Going concern, Money Measurement Concept, Accounting Entity Concept? (5 x 5 = 25)

SECTION - C

Answer **any three** questions. Each question carries 10 marks

18. Enter the following transactions in a Cash Book with cash and bank columns 2017

March 1	Opening Balance	
	Cash in hand	300
	Cast at bank	3,200
2	Sold goods for cash	4,000
4	Purchased goods for cash	3,000
6	Deposited cash into bank	800
8	Withdrew cash from bank	1,400
12	Purchased stationery	300
15	Paid to Sanjay by cheque	4,600
18	Rent paid by cheque	900
21	Received cheque from Suraj	2,000
22	The cheque from Suraj paid into bank	2,000
25	Drew cash for domestic purpose	400
28	Withdrew from bank for personal purpose	800
30	Salaries paid by cheque	1,200
31	Cash sales	4,100
	Paid into bank	4,000
	Interest on deposit credited by Bank	300

19. Record the following transactions in the Sales Day Book of Cochin Brothers and post them to the Ledger.

2017 April 3	Sold on credit to Mahesh & Co 4 Tables @ ₹ 3,000 20 Chairs @ ₹ 300
9	Sold to Raveendra Traders: 5 Tables @ ₹ 3,600 3 Revolving chairs @ ₹ 800 Less trade discount 10 %
18	Sold to Jaya Matha Agencies 3 Almarahs @ ₹ 4,000 20 Chairs @ ₹ 200
28	Sold to S.B. Traders 2 Dining tables @ ₹ 7,000 12 Chairs @ ₹ 400

20. The following is the Trial Balance of Good morning Stores as on 31st March, 2017.

	Dr. ₹	Cr. ₹
Capital		31,700
Opening stock	4,000	
Wages	5,000	
Wages outstanding		1,000
Salaries	3,000	
Salaries outstanding		500
Purchases	30,000	
Rent and rates	4,000	
Rent and rates paid in advance	200	
Sales		60,000
Interest received		2,000
Commission received		1,000
Drawings	3,000	
Advertisement	2,000	
Cash in hand	3,000	
Cash at bank	5,000	
Sundry debtors	20,000	
Furniture	10,000	
Creditors		15,000
Closing stock	22,000	
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	1,11,200	1,11,200

You are required to prepare Trading and Profit and Loss Account for the year ended 31st March, 2017 and a Balance Sheet as at that date.

21. What do you mean by GAAP? Explain in detail, all the accounting principles.
22. Prepare journal, Ledger and Trial Balance from 10 imaginary transactions with figures?

(10 x 3 = 30)
