

**B. A./B.Sc./B.COM/BCA DEGREE END SEMESTER EXAMINATION OCTOBER/NOVEMBER 2018****SEMESTER –5: COMMERCE & BBA (OPEN COURSE)****COURSE: 15U5OCCOM1: FUNDAMENTALS OF ACCOUNTING***(Common for Regular 2016 admission & Supplementary 2015 admission)*

Time: Three Hours

Max. Marks: 75

**SECTION - A***Answer **all** questions. Each question carries **2** marks*

1. What do you mean by accounting?
2. What is liability?
3. What is dual aspect concept?
4. What is a compound entry?
5. What do you mean by accounting equation?
6. What is a ledger?
7. What do you mean by Imprest System of Petty Cash Book?
8. What is credit note?
9. What is suspense account?
10. What is grouping and marshalling? (2 x 10 = 20)

**SECTION - B***Answer **any five** questions. Each question carries **5** marks*

11. What do you mean by Trial Balance? What are the objectives of preparing a Trial Balance?
12. From the following balances prepare Trial Balance as on 31<sup>st</sup> March, 2014.

Opening stock	60,500
Sundry debtors	25,000
Sundry creditors	45,000
Drawings	4,500
Cash in hand	3,500
Capital account	57,200
Purchase returns	1,300
Sales returns	2,200
Postage and Stationery	2,500
Wages	6,000
Carriage inwards	1,500
Land and buildings	30,000
Furniture and fittings	8,000
Purchases	90,500
Sales	1 37,200
Investment	10,000
Interest	500
Commission	3,000

13. Prove that the Accounting Equation is satisfied in all the following transaction of Chikku

Rs.

1. Commenced business with	20,000
2. Goods purchased for cash	8,000
3. Bought furniture	3,000
4. Purchased goods on credit	7,000
5. Cash paid to creditors	4,000
6. Paid salary	500
7. Received commission	300
8. Withdrew for personal purpose	400

14. Journalize the following transactions.

2017		Rs.
March 1	Amin started business with	10,000
2	Purchased furniture for cash	2,000
3	Purchased goods for cash	4,500
4	Purchased goods from John on credit	4,200
5	Sold goods for cash	5,000
6	Sold goods to Jose on credit	6,000
9	Paid for stationery	200
11	Paid for advertisement	300
15	Sold goods	2,400
21	Purchased goods	1,100
28	Paid to John	3,000

15. From the following particulars, prepare a petty cash book on the imprest system.

2017		Rs.
1.1.17	Balance in hand	12
	Cheque received from the cashier	88
3.1.17	Printing charges	9
5.1.17	Postage stamps	11
7.1.17	Telegram to supplier	8
11.1.17	Stationery	6
14.1.17	Taxi fare	13
16.1.17	Railway fare	14
21.1.17	Advance to attender Sadasivan	10
23.1.17	Service charges for typewriter	14
30.1.17	Paid for pencils	8

There is no specific format for petty cash book. Each concern has its own format

Prepared according to the items of petty payments.

16. Enter the following transactions in the Purchases Return Book of Saaj Agencies and post them to the relevant ledger accounts.

2017

- Jan 6 Returned to Sreeram Electricals -  
2 Khaitan fans of Rs. 800 each
- 29 Returned to K.C. & Co.  
2 electric heaters @ Rs. 400  
2 electric stoves @ Rs. 120

17. Calculate the gross profit from the following

Purchase	10,000	Carriage inward	500	
Return inward	1,000	Return outward	1,400	
Opening Stock	4,600	Closing Stock	8,000	
Wages	1,800	Sales	15,000	(5 x 5 = 25)

### SECTION - C

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

18. Prepare a Cash book with cash and bank column from the following transactions.

2017 April	Rs.
1 Balance of cash	1,100
Bank overdraft	3,100
2 Cash sales	4,200
4 Cash purchase	3,100
7 Paid to Kurien by cheque	2,000
8 Withdrew from bank	300
12 Personal drawings from bank	700
14 paid carriage by cheque	300
17 Received cheque from Swami	2,800
18 Cheque from Swami sent to bank for collection	2,800
21 paid electric charges	75
24 Cheque received from Tom sent for collection through bank	1,500
26 Withdrew from bank for office	400
28 The cheque from Tom returned dishonoured	1,500
29 Paid into bank	2,450
30 Bank charges debited in pass book	30

19. Enter the following transactions in the relevant Day Books of Solar Electricals.

2017

- Jan 2 Purchased from General Electricals on credit:  
80 Water heaters @ Rs. 90  
30 Electric stoves @ Rs. 80
- " 5 Purchased from Usha Electricals:  
20 Ceiling fans @ Rs. 800  
10 Table fans @ Rs. 1,000
- " 7 Sold on credit to Anju Electricals Agencies

- 10 Water heaters @ Rs. 110  
 5 Electric stoves @ Rs. 120
- “ 10 Sold to Amina Agencies  
 5 Ceiling fans @ Rs. 900  
 4 Table fans @ Rs. 1,100
- “ 15 Returned to Usha electricals  
 2 Ceiling fans @ Rs. 850  
 1 Table fans @ Rs. 1,000
- “ 18 Amina Agencies returned  
 1 Table fan @ Rs. 1,100
- “ 20 Bought from Philips Agencies  
 40 Transistors radios @ Rs. 500
- “ 24 Sold to Narmada electricals  
 10 Electric stoves @ Rs. 100
- “ 27 Returned to Philips Agencies  
 4 Transistor radios @ Rs. 500
- “ 30 Returned by Narmada Electricals:  
 2 Electric Stoves @ Rs.100
- “ “ Purchased 20 electric tubes @ Rs. 60 from Revathy electricals for cash
- “ “ Sold for cash two water heaters @ Rs. 120 to Jain Motors.
20. The following is the Trial Balance of Reshma Stores as on 31st December, 2016.

	Dr. Rs.	Cr. Rs.
Capital		30,000
Opening stock	3,400	
Wages	1,600	
Salaries	1,500	
Purchases	18,500	
Rent and rates	2,000	
Sales		41,300
Interest received		1,200
Discount received		300
Drawings	2,000	
Advertisement	500	
Cash in hand	2,500	
Cash at bank	6,000	
Sundry debtors	8,000	
Furniture	7,000	
Stock	8,800	
Machinery	15,000	
Creditors		4,000
	76,800	76,800

You are required to prepare Trading and Profit and Loss Account for the year ended 31<sup>st</sup> December, 2016 and a Balance Sheet as on that date.

21. Prepare Journal, Ledger and a Trial Balance from 10 imaginary transactions with figures.

22. Explain Generally Accepted Accounting Principles? (10 x 3 = 30)

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