

Name.....Reg. No.....

B.COM. DEGREE END SEMESTER EXAMINATION OCTOBER 2016

SEMESTER - 5: COMMERCE (OPEN COURSE)

COURSE: U5OCCOM1 -: FUNDAMENTALS OF ACCOUNTING

Time: Three Hours

Max. Marks: 75

PART A

*Answer **all** questions. Each question carries 1 mark*

1. Define accounting?
2. Distinguish between current assets and fixed assets?
3. What do you mean capital expenditure?
4. What is real account? Give example
5. What do you mean by posting?
6. Explain journal?
7. Explain trial balance?
8. Explain any two objectives of preparing Trial Balance?
9. Differentiate between double column and single column cash books?
10. Assets - liabilities =? (1 x 10 = 10)

PART B

*Answer **any eight** Questions. Each question carries 2 Marks*

11. Briefly describe the functions of accounting?
12. Distinguish between Accounting and Bookkeeping?
13. Define Assets, Capital and Liabilities?
14. Distinguish between revenue and expenses?
15. Who is a debtor and a creditor?
16. What is owner's equity? Give the equation for the calculation of owner's equity?
17. Explain journalizing, posting and balancing?
18. Explain the utilities of accounting information?
19. Illustrate simple and complex journal entries with examples?
20. What do you mean by Petty cash book?

(2 x 8 = 16)

PART C

Answer **any Five** Questions. Each question carries 5 Marks

21. What do you mean by book of original entry and ledger? Explain difference between these books

22. Explain Money measurement concept and accounting entity concept?

23. What do you mean by discount? Differentiate between trade discount and cash discount?

24. Explain Double entry system of book keeping?

25. State accounting equations with imaginary figures?

26. Prepare trial balance of Reshma stores from the following information?

Capital	15000	Discount received
300		
Opening stock	3400	Drawings
2000		
Wages	1600	Advertisement
500		
Salaries	1500	Cash in hand
2500		
Purchase	18500	Cash at Bank
6000		
Rent	2000	Sundry debtors
6000		
Sales	32500	Furniture
7000		
Interest received	1200	Creditors
4000		

27. Journalise the following transactions

2015 January

1: Krishna started business with cash Rs. 4000, furniture Rs.2000 and stock of goods worth

Rs.8000

- 2: Purchased goods from Alex Rs. 5000 at trade discount of 10
- 3: Sold goods to Binoy Rs. 6000 at trade discount of 5%
- 7: Sold goods for cash Rs. 9000
- 8: Purchased goods for cash Rs. 6000
- 10: Paid to Alex 2000 discount allowed by him Rs 200

(5 x 5 = 25)

PART D

*Answer **any Two** Questions. Each question carries 12 Marks*

28. From the following particulars relating to the business of Jes Kumar, compile his cash book with cash and Discount columns for February 2010.

2010 February	
1	Cash in hand Rs.2,600
2	Sale of goods for cash Rs. 6,000
3	Purchased goods Rs. 4,500
5	Sold old furniture for cash Rs. 800
6	Cash received form Chandu Rs. 1,850 and discount
7	allowed Rs 150
9	Cash paid to Benjamin Rs. 940 and discount thereon
10	Rs. 60
12	Paid into Bank Rs. 2,000
15	Cheque issued for salary Rs. 600
17	Cheque received from Jamal Rs. 400; discount allowed
19	Rs. 40
20	Cheque from Jamal paid into bank
22	Bank charges Rs. 15
25	Payment made by customer Johnson directly into bank
28	Rs.2,200
29	Withdrew from bank Rs. 1,200
	Paid Rent by cheque Rs. 300
	Drew from bank for personal purpose Rs. 350
	Interest on deposit credited by bank Rs. 220

	Paid salary by Cheque Rs. 450
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29. On Wednesday, the 1st February 2010, a petty cashier is paid Rs.200 as imprest money. During the month, his expenses were as under:

2010		Rs.
Feb 2	Stationery	12.00
4	Taxi fare for manager	21.00
5	Postage	16.50
7	Cartage	3.50
9	Telegram to customers	8.00
10	Printing Charges	14.60
13	Pins & 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

Prepare a Petty Cash book

30. From the following trial balance of Mr.Shekhar ,prepare Trading and Profit and Loss Account and

Balance Sheet as at 30th June 1993. Closing stock Rs.750

	Debit Balance	Credit Balance
Purchase	20880	
Drawings	1500	
Building	14000	
Furniture	1500	
Machinery	5500	
Sundry Debtors	14000	
Cash at Bank	9000	
Cash in hand	7500	
Interest	90	
Printing and Stationery	110	

Coal gas and water	420	
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Trade expenses	160	
Carriage outward	195	
Carriage inward	250	
Sales returns	100	
Wages	1725	
Opening stock	1000	
Bills payable		500
Capital		22500
Discount		115
Loans		4000
Creditors		12815
Purchase returns		500
Sales		37500
Total	77930	77930

31. Define accounting? Explain stages of accounting process.

(12 x 2 = 24)
