

PARUL UNIVERSITY
Faculty of IT & Computer Science
Department of BCA/ IMCA
Mid-Sem Examination 2016

Semester: 1
Subject Code: (051010101)
Subject Name: Financial Accounting

Date: 21/10/2016
Time: 2hr:00min
Total Marks: 50

SECTION-A

- Q.1 Multiple Choice Question: [5]
1. Journal record all: (A) Cash Transaction, (B) Credit Transaction, (C) Adjusted Transaction,
 2. Owner of the business is called _____.
 3. Outstanding rent A/c is an example for (A) Nominal account (B) Personal account (C) Real Account (D) representative personal account
 4. The American approach is otherwise known as _____ approach.
 5. Drawings account is classified under (A) Nominal account (B) Personal account (C) Real Account (D) representative personal account
- Q.2 Attempt any Two [8]
- A. What do you understand by accounting? Explain the utility of accounting?
 - B. What do you understand by verifiable and objective evidence concept?
 - C. What do you mean by business entity concept?
 - D. Describe the following concepts a) Matching b) Full disclosure
- Q.4 The following transactions relate to a business concern for the month of December 2015. Journalise [12] them, post into ledger accounts, balance and prepare the trial balance.
- March 1 - started business with a capital of Rs. 9,000
- March 2 - purchased furniture for Rs. 300
- March 3 - purchased goods for Rs. 6,000
- March 11 - received order for half-of the goods from 'c'
- March 15 - delivered goods, 'c' invoiced Rs. 4,000
- March 17 - received order for the remaining half of the goods
- March 21 - delivered goods, cash received Rs. 3,800
- March 31 - paid wages of Rs. 300

SECTION-B

- Q.1 Multiple Choice Question [5]
1. Which of the following is correct?
(A) Capital = Assets + Liabilities, (B) Capital = Assets – Liabilities (C) Assets = Liabilities – Capital
 2. _____ account is debited for the amount not recovered from the customer
(A) Bad Debt, (B) Debtor, (C) Creditor, (D) Bad Debt Recovery

3. When the total of debits and credits are equal, it represents
(A) Debit balance (B) Credit balance (C) nil balance
4. Ledger is a book of :
(A) Original entry (B) Primary Entry (C) final entry (D) all cash transactions.
5. *In Journal all the* transactions are recorded in _____ order according to the principles of Double Entry System.

Q.2 Explain any Two

[8]

- A. What is a Journal entry? And explain the terms narration, Ledger Folio, Debit and Credit?
- B. What is ledger? Explain posting Procedure?
- C. "Ledger is principle books of Accounting" Comment

Q.3 The following are the transactions of Walter Godza for the month of March 2016. Journalize these transactions.

[12]

Date:	Particulars
January 1	Capital paid into Bank Rs. 3,00,000
" 1	Bought Stationery for cash Rs. 400
" 2	Bought Goods for cash Rs. 25,000
" 3	Bought Postage Stamps
" 5	Sold Goods for Cash Rs. 10,000
" 6	Bought Office Furniture from Mahendra Bros. Rs. 40,000
" 11	Sold goods to Jacob Rs. 12,000
" 12	Received cheque from Jacob Rs. 12,000
" 14	Paid Mahendra Bros. by cheque Rs. 40,000
" 16	Sold goods to Ramesh & Co Rs. 5,000
" 20	Bought from S. Seth & Bros Rs. 15,000
" 23	Bought Goods for cash from S.Narain & Co Rs. 22,000
" 24	Sold Good to P.Prakash Rs. 17,000
" 26	Ramesh & Co. Paid on account Rs. 2,500
" 28	Paid S.Seth & Bros. by cheque in full settlement Rs. 14,800
" 31	Paid Salaries Rs. 2,800
" 31	Rent is due to S. Sharma but not yet paid Rs. 2,000