

PARUL UNIVERSITY
FACULTY OF IT & COMPUTER SCIENCE
BCA Winter 2019 – 20 Examination

Semester: 1
Subject Code: 05101131
Subject Name: Financial Accounting

Date: 06/12/2019
Time: 2:00 pm to 4:30 pm
Total Marks: 60

Instructions:

1. All questions are compulsory.
2. Figures to the right indicate full marks.
3. Make suitable assumptions wherever necessary.
4. Start new question on new page.

Q.1 Answer the followings.**A. Write short notes.****(05)**

1. Book-keeping.
2. Full disclosure
3. Double Entry System.
4. Liabilities.
5. Tally

B. Multiple choice type questions/ Give the sentence true or false. (Each of 01 marks)**(10)**

1. The amount which the proprietor has invested in the business is _____.
a) Drawings b) Capital c) Liability d) Assets
2. Cost incurred should be matched with the revenues of the particular period is based on
a) matching concept b) historical cost concept c) full disclosure concept d) consistency
3. Balance sheet shows the _____ of a business
4. Which of the following is correct?
a) Capital = Assets + Liabilities b) Capital = Assets – Liabilities
c) Assets = Liabilities – Capital d) Assets = Capital - Liabilities
5. The shortcut is used to select company in Tally is
a) Altr+F1 b) Altr+F3 c) F4 d) F1
6. Create a new company in Tally from company information menu is possible by selecting
a) New Company b) Start Company c) Create Folder d) Crest Company
7. Current liabilities are recorded in the balance sheet on
a) not recorded b) liability side c) assets side d) Capital side
8. When errors are located and rectified, _____ automatically gets closed.
9. What is cash discount?
10. Define ledger.

Q.2 Answer the followings.**(15)**

1. What information can a businessman obtain from his book-keeping? (2 Marks)
2. What are the basic assumptions of accounting? (2 Marks)
3. The following balances in the books of XYZ as on 1st January 2014 – Cash Rs. 7,000, Bank Rs.70,000, Stock Rs.80,000, Furniture Rs.10,000, Computer Rs.50,000, Debtors Rs.33,000 and Creditors Rs.90,000. Pass necessary journal entry (2 Marks)

4. Classify the following items into real, personal and nominal accounts (3 Marks)

- | | | |
|--------------|------------------------|---------------------|
| a) Capital | e) Latha | h) Dividend |
| b) Purchases | f) State Bank of India | i) Ramesh |
| c) Goodwill | g) Electricity Charges | j) Outstanding rent |
| d) Copyright | | |

5. What are the branches of accounting? (3 Marks)

6. What are the steps in posting? (3 Marks)

Q.3 Answer the following. (Any three)

(15)

1. How are accounts classified?
2. Briefly explain the various accounting concepts
3. Explain the golden rules of Accounting?
4. Explain the steps in journalising?

Q.4 Answer the following.

A. Write the difference between trial balance and balance sheet.

(05)

B. The following balances are extracted from the books of Mr. Swami on 31.12.2017. Prepare final accounts

(10)

Particulars	Debit Rs.	Particulars	Credit Rs.
Stock on 1.1.2017	17,000	Sales	60,000
Manufacturing wages	10,000	Creditors	20,000
Factory rent	2,000	Bills payable	10,000
Factory lighting	3,000	Capital	43,000
Purchase	30,000		
Carriage	3,000		
Salary	2,000		
Office rent	2,000		
Printing & stationery	1,000		
Bad debts	1,000		
Land	10,000		
Buildings	20,000		
Plant & machinery	15,000		
Furniture	5,000		
Depreciation	2,000		
Debtors	5,000		
Cash in hand	5,000		
	1,33,000		1,33,000

Closing stock was valued at Rs.19,000

OR

B. From the following trial balance of Mr.Johny, prepare Trading, Profit and Loss Account for the year ending 31.12.2017. (10)

Particulars	Debit Rs.	Particulars	Credit Rs
Purchases	5,40,000	Sales	10,40,000
Salaries & wages	3,50,000	Returns outward	12,000
Office expenses	4,000	Discount received	6,000
Trading expenses	8,000	Interest received	3,000
Factory expenses	11,000	Capital	1,78,000
Carriage inwards	8,000		
Returns inward	12,000		
Discount allowed	4,000		
Commission	2,000		
Stock	60,000		
Income tax	40,000		
Cash in hand	2,00,000		
	12,39,000		12,39,000

Closing stock is valued at Rs. 1,35,000.