

PARUL UNIVERSITY
FACULTY OF COMMERCE
B.Com.(Hons) Summer 2018 – 19 Examination

Semester:1
Subject Code: 16100101
Subject Name: Fundamental of Accounts

Date:18/04/2019
Time:10:30am to 01:00pm
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 Do as directed.**A) Multiple choice type questions. (Each of one mark)****(06)**

1.) _____ means recording of financial data relating to a business in a systematic orderly manner.

- | | |
|-----------------|-----------------|
| a)) Accounting | b) Book-Keeping |
| c) Transaction | d) Event |

2). _____ Special skill or Knowledge Required.

- | | |
|-----------------|---------------|
| a) Book-keeping | b) Accounting |
| c) Transaction | d) Event |

3). Debit the Receiver _____ the giver.

- | | |
|-----------|-----------|
| a) Credit | b) Credit |
| c) Credit | d) Credit |

4.) How many systems Of Accounting?

- | | |
|----------|---------|
| a) One | b) Two |
| c) Three | d) Four |

5.) Every Transaction is an Event But every _____ is not a Transaction

- | | |
|----------------|-----------------|
| a) Transaction | b) Accounting |
| c) Event | d) Book-Keeping |

6). _____ What comes in, Credit goes out.

- | | |
|-----------|---------------|
| a) Debit | b) Both A & B |
| c) Credit | d) None |

B) Definitions / One-liners / Terms. (Each of one mark)**(06)**

1. Book-keeping
2. Account
3. Double Entry System
4. Assets
5. Bad- debts
6. Liabilities

Q.2 Numerical / Short Note Questions. (Each of 04 mark)**(12)**

1. Briefly explain the users and their need for accounting information.
Users and Need for Information.
2. What are the basic assumptions of accounting?
3. The following balances in the books of **RAJ** 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.

Q.3 Answer the following. (Any Three)**(18)**

1. How are accounts classified?
2. Briefly explain the various accounting concepts
3. Mr. Ramu has the following transactions in the month of July.

Record them into the show postings in the ledger and balance the accounts.

- July 1st : Ramu started business with a capital of 75,000
- 1st : Purchased goods from Manu on credit 25,000
- 2nd : Sold goods to Sonu 20,000
- 3rd : Purchased goods from Meenu 15,000
- 4th : Sold goods to Tanu for cash 16,000
- 5th : Goods returned to Manu 2,000
- 6th : Bought furniture for 15,000
- 7th : Bought goods from Zenu 12,000
- 8th : Cash paid to Manu 10,000
- 9th : Sold goods to Jane 13,500
- 10th : Goods returned from Sonu 3,000
- 11th : Cash received from Jane 5,500
- 12th : Goods taken by Ramu for domestic use 3,000
- 13th : Returned Goods to Zenu 1,000
- 14th : Cash received from Sonu 12,000
- 15th : Bought machinery for 18,000
- 16th : Sold part of the furniture for 1,000
- 17th : Cash paid for the purchase of bicycle for Ramu's son 1,500
- 19th : Cash sales 15,000
- 20th : Cash purchases 13,500

3. Explain the steps in journalising?

Q.4 Answer the following. (Any two)

(18)

- Write the difference between trial balance and balance sheet.
- The following balances are extracted from the books of Mr. Rajendra on 1.1.2018. Prepare final accounts

Particulars	Debit Rs	Particulars	Credit Rs.
Stock on 1.1.2018	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

3. From the following trial balance of Mr .Jayesh , prepare Trading, Profit and Loss Account for the year ending 31.12.2018.

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.