

PARUL UNIVERSITY
FACULTY OF IT & COMPUTER SCIENCE
BCA Summer 2018-19 Examination

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

Date: 02/05/2019
Time: 02:00 AM 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)**

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|--------------------|------------|-----------------|
| 1. Transaction | 2. Account | 3. Book-keeping |
| 4. Trading Account | 5. Assets | |

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

1. Provident Fund is a _____.

a) Assets	b) Liability	c) Income	d) Expense
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2. Debtors & Inventory are the examples of:

a) Liquid assets	b) Current assets	c) Fixed assets	d) Capital assets
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3. Which of the following shows financial statement prepared at a specific date?

a) Profit & Loss Account	b) Cash Flow Statement
c) Balance Sheet	d) Income & Expenditure Account
4. Sale of machine of machine merchandising business :

a) Capital receipt	b) Capital income	c) Revenue income	d) Revenue receipt
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5. The basic accounting principle/concept according to which business record must be kept separate from the personal records of the owner is known as _____.

a) Going-concern concept	b) Separate entity principle
c) Realization principle	d) Objectivity principle
6. Murali account is an example for

a) Personal A/c	b) Real A/c	c) Nominal A/c	d) General A/c
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7. Purchased goods from Venkat for cash should be credited to

a) Venkat A/c	b) Cash A/c	c) Purchases A/c	d) Goods A/c
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8. A provision is made out of profit is known liability. True or False
9. Tally is _____ Software

a) Computerize Accounting	b) Manual Accounting
c) Operating System	d) Language
10. Define: Accounting

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

1. Explain the meaning of Double Entry System? (2 Marks)
2. What are the Special Feature of Tally ERP9 (2 Marks)

3. Prepare a trading account of Mr. Devan for the year ended 31st December 2017. Rs. Opening stock Rs. 5,700 Purchases Rs. 1, 58,000 Purchases returns Rs. 900 Sales Rs. 2, 62,000 Sales returns Rs. 600 Closing stock was valued at Rs. 8,600. (2 Marks)
4. What are the branches of accounting? (3 Marks)
5. Explain the steps in balancing the accounts in ledger (3 Marks)
6. Classify the following items into Personal, Real and Nominal Accounts? (3 Marks)

a) Capital	d) Outstanding salary	g) Interest paid
b) Sales	e) Cash	h) Indian Bank
c) Drawings	f) Rent	i) Discount received

Q.3 Answer the following. (Any three) (15)

1. Explain the accounting equation with illustration?
2. What are the basic concepts of accounting?
3. Types of accounts with examples, golden rules of debit and credit?
4. What is a Trial Balance? State the objectives of preparing a Trial Balance?

Q.4 Answer the following.

- A. List out the requirements for installing Tally and how to Install? (05)
- B. The following is the Trial Balance of Shri Kumar as on 31-12-2017. Prepare Final Accounts from the information given as under : (10)

Name of Account	Debit	Credit
Opening Stock	90,000	–
Drawings and Capital	30,000	2,67,000
Printing and Stationery	1,500	–
Purchases and Sales	1,80,000	3,60,000
Debtors and Creditors	1,65,000	1,11,000
Plant & Machinery	1,20,000	–
Building	1,20,000	–
Repairs	1,500	–
Goods returned	3,000	1,500
Discount	660	1,800
Interest on Bank Overdraft	240	–
Wages and Octroi	15,600	–
Salesman's Commission	1,800	–
Bad debt and Bad-debt recovered	1,200	5,700
Salary	15,000	–
Insurance, rates and taxes	2,400	–
Cash and Bank overdraft	1,500	2,400
Total	7,49,400	7,49,400

Adjustments :

- (1) The closing stock is valued at Rs.1, 20,000.
- (2) Depreciate Plant & Machinery at 10%.
- (3) Insurance includes Rs.300 per-paid.

OR

- B. From the following balances taken from the ledger of Shri Kirtan on 31-3-2017, prepare the Trading A/c., Profit & Loss A/c. for the year ending on 31-3-2017 and Balance Sheet as on that date : (10)

Debit Balance	Rs.	Credit Balance	Rs.
Drawings	12,000	Capital A/c.	1,60,000
Plant & Machinery (Old)	40,000	Sundry Creditors	20,000
Plant & Machinery (New)	10,000	Sales	2,40,000
Purchase	1,64,000	Discount	1,600
Opening stock	30,000	Commission Received	2,400
Return Inward	4,000	Return Outward	2,000
Sundry Debtors	41,200	Provision for bad-debts	800
Furniture	10,000		
Freight	4,000		
Carriage Outward	1,000		
Rent	12,000		
Printing & Stationary	4,400		
Advertisement	800		
Postage & Telegram	1,600		
Insurance	1,400		
Salaries & Wages	42,600		
Cash on Hand	12,400		
Cash at Bank	35,400		
Total	4,26,800	Total	4,26,800

Adjustments :

- (1) Closing stock is valued at Rs.30, 000.
- (2) Provide for depreciation on furniture at 5% and on plant and machinery at 20% per annum.
- (3) Commission received in advance Rs.400.