

Seat No: \_\_\_\_\_

Enrolment no: \_\_\_\_\_

**PARUL UNIVERSITY**  
**FACULTY OF IT & COMPUTER SCIENCE**  
**BCA winter 2017-18 Examination**

**Semester: 1**

**Date: 1/1/2018**

**Subject code: 05101131**

**Time: 10:30 am To 1.00 pm**

**Subject Name: Financial Accounting**

**Total Marks: 60**

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**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 following questions.**

**A. write the short answers for the following questions (5)**

1. Give the meaning of accounting concepts
2. What do you mean by outstanding expenses?
3. What do you mean by contra entry?
4. What is trading account?
5. What is single column cash book?

**B. Do as directed for the following (10)**

1. Long form of GAAP is .....
2. Outstanding salary is related to .....type of account
3. Journal is a .....book of accounting
4. We show carriage inward in profit and loss account ( true/false)
5. All the direct expenses are transferred to .....
  - a. profit and loss account
  - b. balance sheet
  - c. trading account
  - d. purchases book
6. Capital is related to ..... Type of account
  - a. Personal account
  - b. real account
  - c. Nominal account
  - d. trading account
7. Business men prepare purchases book to enter .....
  - a. Cash purchases
  - b. credit purchases of assets
  - c. Credit purchases of goods
  - d. cash purchases of asset
8. Profit and loss account shows
  - a. Gross profit
  - b. Financial position
  - c. Capital
  - d. Net profit
9. For goods distributed as free samples .....account is credited
  - a. Sales account
  - b. purchases account
  - c. Samples account
  - d. advertisement account
10. Net profit of profit and loss account is transferred to
  - a. Assets side of balancesheet
  - b. Trading account
  - c. Capital account
  - d. cash account

**Q. 2. Answer any 5 from the following questions in two to three sentences. (15)**

1. What do you mean by double entry system of book keeping?
2. What are the subsidiary books?
3. Define accounting
4. What do you mean by Trial balance
5. Explain the features of Tally
6. Write a short note on cash book

**Q.3. Answer the following questions (Any Three)****(15)**

1. Explain accounting cycle
2. Define Balancesheet and give the format of Balancesheet
3. Enter the following transactions in a simple cash book;  
2014  
Jan 1: Mr. Mahadev started business with cash Rs. 80000  
Jan 4: purchased goods for cash Rs. 30000  
Jan 8: received from Suresh on account Rs. 20000  
Jan 10: opened an account with bank by depositing Rs. 5000  
Jan 11: sold goods for cash for Rs. 50000  
Jan 17: paid advertisement charges Rs. 5000  
Jan 20: purchased office furniture for cash Rs. 20000  
Jan 22: Interest received Rs. 15000  
Jan 30: paid salaries to staff Rs.2500
4. Enter the following transactions in the purchases book of Shree Ramdev  
May 5: purchased goods from Sejal for Rs. 50000 at 10% trade discount inward invoice number 101  
May 8: purchased goods from Devilal for cash Rs. 10000  
May 12: purchased goods from Rehamaan for Rs. 20000 at 20% trade discount inward invoice number 102  
May 17: Placed an order with Venugopal for the supply of goods worth Rs. 12000  
May 20: Purchased goods from Hema for Rs. 10000 at 5% trade discount inward invoice number 104  
May 20: returned goods to Sejal worth Rs. 1000  
May 27: Venugopal sent the goods according to our order

**Q. 4. (A) Pass the Journal entries in the book of Shekhar****(5)**

- Feb 1: Shekhar commenced business with cash Rs. 10000, Furniture Rs. 15000 and Building Rs. 25000  
Feb 5: deposited cash into SBI Rs.20000  
Feb 10: Purchased goods from Krishna for cash Rs. 8000  
Feb 12: Advanced Govinda Rs. 5000 as loan  
Feb 15: Purchased machinery from Ashish for Rs. 15000  
Feb 20: Paid Rent Rs. 5000 and Salary Rs. 6000  
Feb 25: sold goods to Raman Rs. 8000  
Feb 28: Raman returned goods worth Rs. 1500

**Q. 4. (B) Prepare a Three column cash book from the following transactions:****(10)**

- 2014  
Jan 1: commenced business with cash Rs. 17000  
Jan 2: paid into bank Rs. 6500  
Jan 7: bought furniture for Rs. 750 and paid by cheque  
Jan 15: bought goods for Rs. 3000 and paid by cheque  
Jan 20: bought machinery for cash Rs.1000  
Jan 22: received cash from Ram Rs. 4400 and allowed him discount Rs. 100  
Jan 24: Sold goods for Cash Rs. 5000  
Jan 25: Paid Varun Rs.220 in settlement of Rs. 240  
Jan 26: Withdrawn from Bank for office use Rs. 2000  
Jan 30: Cheque paid for salaries Rs. 300  
Jan 31: drew cheque for personal use Rs. 250

**OR**

**Q.4. (B) On 31 December the following trial balance was extracted from the books of a merchant prepare trading and profit and loss account for the year ending 31 december 2013 and Balance Sheet as on that date (10)**

Name of the accounts	Debit	Credit
Capital		30000
Drawings	5000	
Sundry debtors and creditors	20000	10000
Loan on mortgage		9500
Interest on loan	300	
Cash in hand	2000	
Commission received		700
Opening stock	6800	
Motor car	10000	
Cash at bank	3500	
Land and building	12000	
Bad debts	500	
Purchases and sales	66000	110000
Sales returns and purchases returns	8000	1500
Carriage outward	2500	
Carriage inward	3000	
Salaries	9000	
Rent and insurance	3000	
advertising	3500	
Discount earned		500
General expenses	3400	
B/R and B/P	6000	2000
Rent received		300

Adjustments:

1. Depreciate land and building at 2.5% and motor car at 20%
2. Salaries outstanding Rs. 700
3. Prepaid insurance Rs. 200
4. Closing stock was valued at Rs. 7000