

PARUL UNIVERSITY
FACULTY OF LAW
B.Com. LL.B. Winter 2018-19 Examination

Semester: 1

Subject Code: 17302101

Subject Name: Fundamentals of Accounting

Date: 27/11/2018

Time: 10:30am to 1:00pm

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.**(15)**(MCQ, True or False, Definitions, Explain terms) (1 marks each. All Compulsory)

1. The amount which the proprietor has invested in the business is _____.
 a) Drawings b) Capital c) Liability d) Assets
2. Which of the following is correct?
 a) Capital = Assets + Liabilities b) Capital = Assets – Liabilities
 c) Assets = Liabilities – Capital d) Assets = Capital - Liabilities
3. How many systems Of Accounting?
 a) One b) Two
 b) Three d) four
4. Every Transaction is an Event But every _____ is not a Transaction.
 a) Accounting b) Transaction
 c) Book-keeping d) Event
5. _____ means recording of financial data relating to a business in a systematic orderly manner.
 a) Accounting b) Transaction
 c) Book-keeping d) Event
6. What is a full form of J.F?
 a) Journal folio b) Journal Follower
 c) Joint Follow d) Joint fellowship
7. _____ Special skill or Knowledge Required.
 a) Accounting b) Transaction
 c) Book-keeping d) Event
8. How many types of depreciation?
 a) 1 b) 2
 c) 3 d) 4
9. what is a full form of L.F?
 a) Ledger folio b) Lead folio
 c) List Follow d) Ledger follower
10. Balance sheet shows the _____ of a business.
11. Account:
12. Book-keeping
13. What is cash discount:
14. When errors are located and rectified, _____ automatically gets closed.
15. Define ledger:

Q.2 A) Write short notes on (Each of three mark)**(15)**

1. Difference between Transaction & Event?
2. Briefly explain the users and their need for accounting information.
 Users and Need for Information.
3. Classify the following items into real, personal and nominal accounts.
4. What are the basic assumptions of accounting?

5. Explain the golden rules of Accounting?

Q.3 A) Write the difference between trial balance and balance sheet.

(08)

OR

A)

2. From the following trial balance of Mr .JIGNESH , 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.

(08)

B) . On 1st April,2015 FAG Ltd.Purchased machinery costing Rs 2,50,000. Its life was estimated to be 4 years and estimated scrap value to be Rs 10,000.Show machinery a/c & Depreciation a/c for 3 years to 31 st march ,2018 when the machinery was sold for Rs 20,000.

OR

B) Post the following journal entry into Ledger.

(07)

DATE	PARTICULARS	L.F	Dr.AMT	Cr.AMT
27 Sep 2018	Cash a/c.....Dr		4900	----
	Discount Allowed a/c.....Dr		100	-----
	To, jigar a/c		-----	5000

You are, Prepare Ledger accounting.

Q.4 A) From the following particulars, Prepare a trial balance as on 31.3.2015:

(07)

Capital-40,000,Purchase-36000,Discount allowed-1200,Carriage inwards-8700,Carriage outwards-2300,Sales-60,000,Return inwards-300,Return outwards-700,Rent & Taxes-1200,Plant & Machinery-10,700,Opening stock-15500,Debtors-20200,Creditors-12,000,investments-3600,Commission Received-1800,Cash in hand-100,Cash at Bank-10,100,motor car-4600, Closing stock-18300.

B) Answer the following (Attempt Any 4) (Each of two mark)

(08)

1.Draw the Performa for ledger accounting

2.A Kaiser purchased on 1st January,2009 a plant for Rs 53,000 &Spent Rs 5000 on its installation the estimated life of the plant is 8 years, after which its break-up value will be Rs 6000 only.Find out the amount of annual depreciation.

3.Goods purchased from M/S A & co., 20 Bales of cotton @ Rs 10000 per bale less10% T.D Pass the journal entry.

4.Mr. Kirti purchased goods worth Rs 5500 from M/s. S.k Impex at a discount of 5% on down payment. Pass the journal entry.

5. purchased goods in cash of the list price of Rs 5000 at a T.D 5 % & C.D of 10 %.