

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)
BSc DEGREE EXAMINATION DECEMBER 2018
(Third Semester)

Branch - STATISTICS

ACCOUNTANCY

Time : Three Hours

Maximum : 75 Marks

SECTION-A (20 Marks)

Answer **ALL** questions

ALL questions carry **EQUAL** marks (10x2 = 20)

- 1 Define Accounting.
- 2 What do you mean by marshalling of Balance Sheet?
- 3 What is Trade Discount?
- 4 What is Compensating Errors?
- 5 What do you mean by 'Account Current'?
- 6 What is Business Entity Concept?
- 7 Journalise the following transactions:
i) Purchased goods for cash Rs.50,000
ii) Paid salaries Rs.20,000
- 8 What is Imprest System of Petty Cash?
- 9 What is Trial Balance?
- 10 What is Bad Debts?

SECTION - B (25 Marks)

Answer **ALL** Questions

ALL Questions Carry **EQUAL** Marks (5x5 = 25)

- 11 a Journalise the following transactions:

2018 Aug 1	Ram started business with a capital of	Rs.5,00,000
7	He purchased goods from Mohan	Rs. 1,00,000
14	He purchased furniture for cash	Rs.50,000
21	Withdrew from Bank for Personal use	Rs.20,000
28.	Paid Salaries	Rs.40,000

OR

- b Enter the following transactions in proper subsidiary books of Mohan.

2015	Rs.
Jan. 3 Purchased goods from Mangal	10,000
4 Bought goods from Devi	7,000
7 Return goods to Mangal	1,000
8 Return goods to Devi	700
9 Purchase goods from Raghu subject to a trade discount of 10%	5,000

- 12 a Rectify the following errors:

- a) Sales to Vijay for Rs. 1,520 have been posted to his credit as Rs. 1,250.
- b) Purchase book is overcast by 300.
- c) A cheque for Rs.7,500 received from Devi was credited to Deva's account.
- d) Sales return book has been undercast by Rs.500
- e) Purchase from Akila for Rs. 1,500 has been posted to the debit side of her account.

OR

- b From the following balance, prepare bank reconciliation statement.

- a) Balance as per cash book Rs. 12,500
- b) Cheques issued but not presented for payment Rs.900
- c) Cheques deposited in bank but not collected Rs. 1,200
- d) Bank paid insurance premium Rs.500.
- e) Direct deposit by customer Rs.800.

- 13 a From the following particulars, prepare Trading account for the year ended 31.3.2017.

	Rs.		Rs.
Stock on 1.4.2016	30,000	Purchase Return	750
Wages	10,000	Sales	1,77,000
Carriage Inwards	750	Sales Return	1,000
Purchases	60,000	Closing Stock	35,000

OR

- b From the following prepare Trial Balance of Ganesh as on 31.12.2017.

	Rs.		Rs.
Capital	60,000	Stock (Opening)	10,000
Cash in hand	5,000	Debtors	20,000
Cash at bank	6,000	Furniture	5,000
Machinery	40,000	Creditors	20,000
Bills Payable	10,000	Bank Loan	10,000
Bills Receivable	4,000	Building	10,000

- 14 a The due dates for the payment of certain amounts are as follows:

January 1	-	Rs.400 due February 4
February 4	-	Rs.500 due April 7
April 1	-	Rs.800 due May 4
May 10	-	Rs.700 due June 13
May 17	-	Rs. 1,000 due June 20

Suggest a date on which all the bills may be paid without any loss of interest to either party assuming that the year of transaction is a leap year.

OR

- b On January 1,2015 A owned Rs.2,000 to B on account. During the six months ended June 30,2015, the transactions were as follows in the books of B:

		Rs.
January 1	Goods sold to A	1,000
February 1	Amount received from A	2,000
March 1	Goods sold to A	4,000
April 1	Goods purchased from A	1,500
May 1	Goods sold to A	5,000
May 1	Cash received from A	2,000
June 1	Goods purchased from A	2,500
June 30	Cash received from A	1,000

- 15 a What are the accounting concepts? Name them and explain any three concepts in detail.

OR

- b State in each of the following cases whether the expenditure is
- Capital Expenditure
 - Revenue Expenditure
 - Deferred Revenue Expenditure
- Repairs to Furniture.
 - Customs duty paid on imported machinery.
 - Heavy expenditure incurred on advertising a new product.
 - Amount spent to overhaul a motor truck purchased second hand.
 - Wages paid to workers for converting raw material into finish goods.

SECTION - C (30 Marks!)

Answer any **THREE** Questions

ALL Questions Carry **EQUAL** Marks (3 x 10 = 30)

- 16 From the following information, prepare a three column cash book.

Cont...

16 Cont...

2012 Sep 1	Cash in hand	134
	Bank Overdraft	1,700
2	Sarathi, a customer has paid directly into an bank account	3,500
3	Paid rent by cheque	2,500
5	Paid Water Tax	100
10	Cheques issued in favour of A.S Company for purchase of Furniture	1,200
15	Received from Shanmugam	1,675
20	Paid into Bank	25
25	Paid for Ramu Rs.1,185 and discount received Rs.15	
30	A.S Company to whom we have issued a cheque of Rs. 1,200 has reported that our cheque is dishonoured	

17 Enter the following directly into ledger and prepare a trial balance.

2015		Rs.
Aug 1	Started business with cash	16,000
5	Bought goods for cash	6,000
6	Sold to Chandran	3,000
7	Bought goods from Dhanush	4,000
8	Sold to Suresh	5,000
10	Paid cash for salary	1,000
12	Received Commission	2,000
15	Paid Rent	1,500
25	Withdrew cash for personal use	1,800

18 Find out the balance as per pass book from the following particulars:

- Bank overdraft as per cash book Rs. 12,000.
- Cheques issued but not presented for payment Rs.1,350.
- Cheques deposited but not yet collected by the bankers Rs.560.
- Bank charges Rs. 180 not entered in the cash book.
- Interest on investment collected by the banker and credited in the pass book amounted to Rs. 1,905.

19 On 31st March 2002, the following was extracted from the banks of Saravanan

Particulars	Debit Rs.	Credit Rs.	Particulars	Debit Rs.	Credit Rs.
Capital		50,000	Salaries	6,800	
Plant & Machinery	80,000		Wages	10,000	
Sales		1,77,000	Carriage (in)	750	
Purchases	60,000		Carriage (out)	1,200	
Returns	1,000	750	Bad Debts Provision		525
Opening Stock	30,000		Rent & Rates	10,000	
Discount	350		Advertisements	2,000	
Bank Charges	75		Cash in hand	900	
Debtors	45,000		Cash at bank	6,000	
Creditors		25,000			

From the above information prepare Final account of Saravanan as on 31st March 2018 after considering the following adjustments.

- Closing Stock Rs.35,000
- Depreciation on Plant at 6%.
- Interest on Capital 5% p.a.
- Bad debts provision to be adjusted to Rs.500.

20 Enter the following transactions in Subsidiary books.

2005		Rs.
March 1	Bought goods from Somu	2,000
2	Sold goods to Balu	1,000
3	Charles sold goods to us	1,000
4	Ramasamy bought goods from us	3,000
~fo	Received goods returned by Balu	400
15	We returned goods to Somu	250
18	Sold goods to Madhavan	5,000
22	Purchased goods from Anwar	6,000
25	Return goods to Charles	500
30	Sold goods to Munusamy	6,000

Z-Z-Z

END