

PSG COLLEGE OF ARTS & SCIENCE  
(AUTONOMOUS)  
BCA DEGREE EXAMINATION MAY 2017  
(Third Semester)

Branch- COMPUTER APPLICATIONS

FINANCIAL ACCOUNTING

Time : Three Hours

Maximum : 75 Marks

SECTION-A (20 Marks)

Answer ALL questions

ALL questions carry EQUAL marks (10 x 2 = 20)

- 1 What are nominal accounts?
- 2 What is meant by accounting period concept?
- 3 What is an account? •
- 4 ~ What are the two methods of preparation of trial balance?
- 5 What is meant by sales return book?
- 6 What is meant by debit note?
- 7 What is meant by trading account?
- 8 What is net profit?
- 9 ' What is cost control?
- i 0 What is meant by overheads?

SECTION - B (25 Marks)

Answer ALL Questions

ALL Questions Carry EQUAL Marks (5 x 5 = 25)

- 11 a Explain the conventions of accounting.

OR

- b Pass necessary journal entries in the following cases: .

- i) Raj an commenced business with a capital of Rs. 50,000
- ii) Bought goods from Natesh for cash Rs. 3,000
- iii) Paid to Harisli Rs. 2,000
- iv) Paid to Rs. 500 in cash as wages
- v) Commission received Rs. 500.

- 12 a How to balance of ledger accounts?

OR

- b Prepare a trial balance

	Rs. ' "		Rs.
Wages	-	20,000 Sales ' "	2,40,000
Bank; loan	8,800	Capital -	80,000
Plant & Machinery	15,000	Purchases	2,93,800

- 13 a Enter the following transactions in sales returns book of Anand:

2000.

Jan. 10 Akilan returned goods worth Rs. 750 ■

Jan. 15 Janaki returned goods worth Rs. 1,500

, Jan. 25 Govindan returned Goods worth Rs. 2,000

Jan. 30 Raj an returned Goods worth Rs. 1,000.

OR

- b Prepare a sales book for the period of M/S. Karthik & Sons.

2010 Sold to M/s. Ram and Gupta on credit

Jan 1 60 shirts @ Rs. 8 /- each

40 pants @Rs. 10/r each

■ Less trade discount 10%. , ■ ...

**Cont.**

13 b Cont...

- Jan 5 Sold old furniture to M/s. Sethu & Co., on credit Rs. 160  
Jan 8 Sold 100 shirts to M/s Jagand & sons at Rs. 8/- each  
Jan 15 Sold on credit to M/s. Mani and khan  
200 shirts @ Rs. 7.50/- each  
20 overcoats @ Rs. 50/- each  
Less trade discount at 10%.

14 a From the following information given below, prepare trading a/c?

	Rs.
Opening stock	1,00,000
Purchases	1,50,000
Purchase returns	25,000
Direct expenses	10,000
Carriage inwards	5,000
Sales	4,00,000
Closing stock	50,000

OR

b Prepare a balance sheet as on 31<sup>st</sup> Dec. 1995.

	Rs.		Rs.
Capital	72,000	Bills payable	5,054
Creditors	17,440	Loan	24,000
Debtors	7,770	Building	47,560
Machinery	20,000	Furniture	32,310
Closing stock	28,600	Net profit	17,746

15 a Calculate the value of raw materials consumed.

	Rs.
Raw materials purchased	88,000
Opening stock of Raw material	1,00,000
, Closing stock of raw materials	1,23,500

OR

b Calculate cost of goods sold:

Cost of production Rs. 1,83,500; opening stock of finished goods Rs. 71,500; closing stock of finished goods Rs. 42,000.

SECTION - C (30 Marks)

Answer any THREE Questions

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

16 Briefly explain the limitations of accounting.

17 Journalise the following transactions of M/s. Radha & Sons.

2012		Rs.
June 1	Started business with cash	2,50,000
June 2	Deposited in SBI	1,50,000
June 3	Purchase machinery on credit from Rangan	50,000
June 6	Bought furniture for cash	25,000
June 12	Goods sold to Ram	22,500
June 13	Goods returned by Ram	2,500
June 14	Goods sold for cash	50,000
June 20	Cash received from Ram	10,000
June 25	Cash withdrawn from Bank	50,000
June 29	Paid advertisement expenses	12,500
June 30	Paid salaries	15,000

Cont...

Enter the following transactions in the proper subsidiary books.

2013		Rs.
May 1	Bought goods from Arun	6,000
May 2	Sold goods to Balu	3,000
May 6	Purchased goods from Sakila	3,000
May 10	Sold goods to Bharathi	1,800
May 11	Received goods returned by Balu	240
May 13	We returned Goods to Arun	200
May 15	Dharani returned goods	300
May 18	Sold goods to Velu	1,400
May 23	Purchased goods from Madhan	1,600
May 25	Returned goods to Sakila	200
May 31	Sold goods Anbu	2,400

Prepare trading and profit and loss a/c and balance sheet of Mr. Ganesh for the year ending 31.12.99.

**Trial Balance as on 31-12-99**

Debit balances	Rs.	Credit balances	Rs.
Drawings	4,000	Capital	20,000
Cash at bank	1,700	Sales	' 16,000
Cash in hand	6,500	Creditors	4,500
Wages	1,000		
Purchases	- 2,000		
Stock 1-1-99	6,000		
Buildings	10,000		
Debtors	4,400		
Bills receivable	2,900		
Rent	450		
Commission	250		
General expenses	800		
Furniture	' 500		
	<u>40,500</u>		<u>40,500</u>

Adjustments:

- Stock on 31 -12-99 was Rs. 4,000
- Wages outstanding Rs. 100
- Rent prepaid Rs. 50
- Depreciate buildings at 10% p.a.
- Create a provision for bad debts at 5% on debtors.

Prepare a cost sheet from the following information:

	1.1.2000 (Rs.)	31.12.2000 (Rs.)
Stock of raw material	30,000	35,000
Work-in-progress	15,000	20,000
Stock of finished goods	43,700	54,000

	Rs.		Rs.
Indirect wages	9,720	Purchase of raw materials	1,20,000
Sales	3,25,000	Productive wages	90,000
Factory rent	7,830	Repairs of plant	3,420
Office salaries	15,030	Depreciation on plant	8,360
General expenses	13,500	Factory lighting	7,380
Office rent	2,000	Salesmen's salaries	7,650
Rent of show room	1,200		