## TOTAL PAGES: 4 22ECU103N/22ECU103/22MAU103AN

## PSG COLLEGE OF ARTS & SCIENCE

(AUTONOMOUS)

## **BA/BSc DEGREE EXAMINATION MAY 2025**

(First Semester)

## Common to Branches - ECONOMICS/MATHEMATICS

## ACCOUNTANCY -T

Time: Three Hours

Maximum: 75 Marks

#### SECTION-A (10 Marks)

Answer ALL questions

ALL questions carry EQUAL marks

 $(10 \times 1 = 10)$ 

Module No.	Question No.	Question	K Level	со
110.	1	Ledger is a principal book in which  a) All accounts are kept b) Only personal accounts are kept c) Only real accounts are kept d) Only nominal accounts are kept	K1	CO1
1	2	Which of the following highlights the correct order of the stages in the accounting cycle?  a) Journalizing, final accounts, posting to the ledger and trial balance b) Journalizing, posting to the ledger, trial balance and final accounts c) Posting to the ledger, trial balance, final accounts and journalizing d) Posting to the ledger, journalizing, final accounts and trial balance	K2	CO2
2	3	The term "Imprest System" is used in relation to a) Sales book b) Purchase book c) Ledger book d) Petty cash book	K1	CO1
	4	The credit side of a cashbook is: a) The loss side b) The receipt side c) The profit side d) The payment side	K2	CO2
3	5	Favourable balance as per cash book means  a) Debit balance in the bank column of the cash book b) Credit balance in the cash book c) Debit balance in the Passbook d) Credit balance in the Passbook	K1	COI
	6	Bank Reconciliation Statement is a  a) Ledger Account b) Separate Statement c) Subsidiary record d) Cash Book	K2	CO2
4	7	Balance sheet is prepared to:  a) know the financial position b) know the profit or loss c) know the profit d) know the capital	Kl	CO1
	8	Goodwill is a) a current asset b) an intangible asset c) a tangible asset d) a fictitious asset	K2	CO2
	9	A bill of exchange is drawn by a  a) Debtor b) Creditor c) Holder d) Receiver	K1	CO1
5	10	What are the parties to a bill of exchange?  a) Drawee, Drawer, Payee b) Drawee, Drawer, Debtor c) Payer, Drawee, Drawer d) Drawee, Drawer, Creditor	К2	CO2

#### SECTION - B (35 Marks)

Answer ALL questions

ALL questions carry EQUAL Marks

 $(5 \times 7 = 35)$ 

Module No.	Question No.	Question		СО
1	11.a.	Write the Journal entries for the following transactions of M/s.Radha & Sons. 2020  January 1 Business started with Rs.2,50,000 and cash deposited with bank Rs.1,50,000  3 Purchased Machinery on credit from RanganRs.50,000  6 Bought furniture from Ramesh for cash Rs.25,000  12 Goods sold to YesodhaRs.22,500  13 Goods returned to YesodhaRs.2,500  (OR)	K4	CO3

Cont...

#### 22ECU103N/22ECU103/22MAU103AN

Cont... Prepare Trial balance from the following Details Rs. A.Brown's drawings a/c. 5,800 A Brown's capital a/c. 24,000 Sundry creditors 43,000 Bills payable 4,000 Sundry debtors 51,000 5,200 Bills receivable Loan advanced to Rao & Co. 10,000 Fixtures and fittings 4,500 Stock at commencement 47,000 Cash in office 900 11.b. CO<sub>3</sub> K4 Cash at the State Bank 12,500 Overdraft with the Central Bank 6,000 Purchases 50,000 Duty and clearing charges 3.500 Sales 1,28,000 Staff salaries 9,500 Return from customers 1,000 Return to creditors 1,100 Commission and travelling expenses 4,700 Trade expenses 2,500 Rent account 2,000 Discount received 4,000 Subsidiary Books –Sales Book Prepare Sales Book of M/s. Saran Raj & Sons and post them into ledger: 2016 May 2 Sold to M/s. Ragul Bros.: 200 pieces long cloth at Rs. 90 per piece 300 pieces shirting at Rs. 110 per piece May 5 Sold to M/s. Gupta &Verma: 20 pieces coating at Rs. 250 per piece 12.a. May 16 Sold to M/s. Mathur& Jain: 250 blankets at Rs. 50 each 120 blankets at Rs. 75 each May 20 Sold 20 shirts to Cheap Stores at Rs. 30 each for cash. May 25 Sold old furniture to M/s. Santhosh & Co. on credit Rs. 800 It is the practice followed by M/s. Saran Raj & Sons to allow 10% trade discount on all sales. (OR) CO<sub>4</sub> K3 Anand starts business worth Rs. 10,000 on 1.7.2023. Of this, he pays Rs. 9,000 into his bank account. His cash transactions during the first week were: Date Details Purchased stationery, paid cash 40 July 1 Purchased goods for cash 650 Purchased office table and chair 200 12.b. July 2 Cash Sales 150 July 3 Received from Gopal, as advance for a consignment of 200 goods July 4 Paid Sethi& Co., cash 140 July 5 Paid for sign board 130 July 6 Cash sales 160 July 7 Purchased old typewriter Show a Bank Reconciliation Statement from the following data as on 31.12.2019. Balance as per cash book Rs. 12,500 13.a. Cheques issued but not presented for payment Rs. 900 Cheques deposited in bank but not collected Rs. 1,200 Bank paid insurance premium Rs. 500 Direct deposit by a customer Rs. 800 Interest on investment collected by bank Rs. 200 Bank charges Rs. 100 (OR) The following errors were found in the books of Prabhu& Son. Give the 3 CO<sub>5</sub> necessary entries to correct them. K5 a) Salary of Rs. 1,000 paid to a Mohan due to him has been debited to his personal account. b) Rs. 1,500 paid in cash for a typewriter was charged to office expenses a/c. 13.b. c) Rs. 5,000 paid for furniture purchased has been charged to purchase a/c. d) Repairs made were debited to building a/c. for Rs. 250 e) An amount of Rs. 500 withdrawn by the proprietor for his personal use has been debited to trade expenses a/c. f) Rs. 200 received from Shanthy& Co. has been wrongly entered as from Shajahan a/c.

#### 22ECU103N/22ECU103/22MAU103AN

Cont...

	14.a.	Difference between Trading and Profit and Loss Account					
		(OR)					ļļ
		From the following balances obtained from the accounts of Mr. Ranjeet,					
		Prepare the Trading and Profit & Loss Account:					
		Closing stock on March 31	, 2023, is Rs	. 4,500.	<del></del>	K3	
·4		Particulars	Rs.	Particulars Particulars	Rs.		CO3
4	.,,	Stock on April 01, 2022	8,000	Bad debts	1,200		
	14.b.	Purchases for the year	22,000	Rent	1,200		
		Sales for the year	42,000	Discount (Dr.)	600		
}		Wages	2,500	Commission paid	1,100		
		Salaries & Wages	3,500	Sales Expenses	600		
ļ		Advertisement	1,000	Repairs	600		<u> </u>
	15.a.	On 1.1.99, Jeyanthy sold goods to Devi on credit for Rs. 2000 and drew a bill				,	
		on Devi for Rs. 2000 for 3 months after date. Devi accepted it on 3.1.99 and					
1		returned it to Jeyanthy. On maturity, the bill was duly honoured by Devi. Pass journal entries in the books of Drawer.					
5	(OR)					K5	CO5
	On 1.4.99 Balu draws a bill on Ravi for Rs. 1,600 for gods sold at 90 days						ì
	after sight. Ravi accepts the bill on 5.4.99. Balu, however endorsed the bill to						
1	15.b.	sohan in settlement of a debt of Rs. 1,700. On Maturity the bill was duly					1
		honoured by ravi. Show th	e journal enti	ies in the books of Dra	wer.	_	

# SECTION -C (30 Marks) Answer ANY THREE questions ALL questions carry EQUAL Marks

 $(3 \times 10 = 30)$ 

Module No.	Question No.	Question	K Level	со
		Journalize the following Transaction		
		Date Details		
		01.4.22 Business started with cash Rs.1,50,000.		
		01.4.22 Goods purchased form Manisha Rs.36,000.		i
	! <b>1</b>	01.4.22 Stationery purchased for cash Rs.2,200.		
		02.4.22 Open a bank account with SBI for Rs. 35,000.		
	ļ	02.4.22 Goods sold to Priya for Rs. 16,000.		
		03.4.22 Received a cheque of Rs. 16,000 from Priya.		
		05.4.22 Sold goods to Nidhi Rs. 14,000.		
		08.4.22 Nidhi pays Rs. 14,000 cash.		
1	16	10.4.22 Purchased goods for Rs. 20,000 on credit from Ritu.	K3	CO3
	1	14.4.22 Insurance paid by cheque Rs. 6,000.		
		18.4.22 Paid rent Rs. 2,000.		
		20.4.22 Goods costing Rs. 1,500 given as charity.		
		24.4.22 Purchased office furniture for Rs. 11,200.		
		29.4.22 Cash withdrawn for household purposes Rs. 5000.		
	1	30.4.22 Interest received cash Rs.1,200.		
		30.4.22 Cash sales Rs.2,300.		
		30.4.22 Commission paid Rs. 3,000 by cehque.		
	j	30.4.22 Telephone bill paid by cheque Rs. 2,000.	i	1
		30.4.22 Payment of salaries in cash Rs. 12,000.		ļ
-		Prepare Purchase return book and Sales return book from the following		
		data:		
		2017 Rs.		
	17	Aug 1. Purchased goods returned to Senthil 205		
		3. Received goods returned by Natarajan 300		
. 2		5. Goods returned to Kannan 500		
		7. Sales returns by Mathavan 1,260	K5	CO5
		15. Returned defective goods to Rajan 1,280		
		18. Damaged goods returned by Murali 1,120		
		23. Owtward returns to Kanagasabai 275		
		29. Inward returns bt Swaminathan 750		
		30. Returned inferior goods to Sankar 890		
		31. Selvan returned goods to us 1,330	<u></u>	<u> </u>
3	18	Explain about basic principle for rectification of errors.	K1	CO2

Page 4

#### 22ECU103N/22ECU103/22MAU103AN

Cont...

	γ	<del>,</del>				·
		The following trial balance has been	taken out from the b	ooks of XYZ as on	·	1
	1	31st December 2019.			1	
•		Particulars	Dr.	Cr.		1
		Plant and Machinery	1,00,000			
		Opening stock	60,000			
,		Purchases	160,000			
		Building	170,000			
		Carriage inward	3,400			
		Carriage outward	5,000			
		Wages	32,000			1
		Sundry debtors	100,000			
		Salaries	24,000			
		Furniture	36,000			
		Trade expense	12,000			
		Discount on sales	1,900			1
		Advertisement	5,000			
4	19	Bad debts	1,800		K.5	CO5
		Drawings	10,000			
		Bills receivable	50,000			
		Insurance	4,400			
		Bank balances	20,000			1
		Sales		480,000		
_		Interest received		2,000		
		Sundry creditors	-	40,000		
		Bank loan		100,000		
	•	Discount on purchases		2,000		
		Capital		171,500		1
					<u> </u>	
			7,95,500	7,95,500		1
		Adjustments: Closing stock is valued at INR 90,000. Prepare the trading and profit and loss account of the business for the year ended 31.12.2019 and a balance sheet as at that date.				
5	20	On 1.6.1999, John drew four bills of exchange on Mani for Rs. 750, Rs. 1500, Rs. 2000 and Rs. 3,500 for 1 month, 2 month, 3 month and 4 month respectively. Mani accepted the bill and returned to John. John endorsed the first bill to his creditor samy. He sent the second bill to the bank for collection. He discounted the third bill with the Bank at 24% p.a. He retained the fourth bill till due date. All the bills were duly honored at maturity. Pass Journal entries in the books of John			K4	CO4