PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)
BSc DEGREE EXAMINATION MAY 2019
(Third Semester)

Branch – STATISTICS

ACCOUNTANCY

Time : Three Hours Maximum : 75 Marks

SECTION-A (20 Marks)
Answer ALL questions
ALL questions carry EQUAL marks (10 x 2 = 20)

1 Give any four Accounting concepts.
2 What is Petty Cash Book?
3 What is Cash Discount?
4 What is Balance Sheet?
5 Write short note on Interest on Capital.
6 What is Error of Casting?
7 What are Grace Days?
8 What is Red Ink Interest?
9 State any two reasons for differences in cashbook and pass book.
10 How will you show the following in the Profit & Loss A/c?
   Bad debts (Trial balance) – Rs. 1,500
   New provision for doubtful debts – Rs. 1,000

SECTION - B (25 Marks)
Answer ALL Questions
ALL Questions Carry EQUAL Marks (5 x 5 = 25)

11 a Explain Accounting Equation with examples.
                          OR
   b Explain the different types of accounts with suitable examples.

12 a Ms. Kavitha gives the following information for May 2014. You are
       required to journalise them in her books of accounts :

       May 1   Commenced business with a capital of   Rs. 2,00,000
            6   Cash deposited in Bank   Rs. 15,000
            10 Purchased goods for cash   Rs. 35,000
            13 Purchased furniture for cash   Rs. 10,500
            18 Sold goods to Sukumar   Rs. 8,000
            20 Rent paid   Rs. 12,000
                          OR
   b Enter the following transactions in a simple cash book of Shri Madhavan :
                                                              Rs.
       2000 April 1   Commenced business with cash   25,000
               5   Bought goods for cash   6,000
               10   Sold goods for cash   11,200
               13   Paid into Bank   2,500
               15   Paid telephone charges   300

13 a Rectify the following errors :
       (i) Sales book was overcast by Rs. 40.
       (ii) Purchase return book was undercast by Rs. 200.
       (iii) Purchase book overcast by Rs. 160.
       (iv) Sold old furniture for Rs. 3,500 passed through the sales book.
       (v) Rs. 2,000 received from Shanthi & Co has been wrongly entered as
       from Shakila & Co

13 Cont...

b Prepare a Bank Reconciliation Statement of Mr. Ganesh as on 31st December 1993.

		Rs.
(a)	Balance as per cash book	9,231
(b)	Cheque deposited into bank but not collected	418
(c)	Cheque issued but not presented for payment	579
(d)	Bank charges debited in the pass book	40
(e)	Interest credited in the pass book	60

14 a Mr. Rao accepted the following bills by Mr. Kannan and wants to make a single payment. Find out the average due date.

Date of bill	Due date	Amount (Rs.)
16-02-2010	19-4-2010	6,000
28-02-2010	30-4-2010	2000
3-3-2010	6-5-2010	9000
15-3-2010	18-5-2010	3000

OR

b On 1st May 2010, Ravi owes Rs. 9,000 to Magesh. The following transactions took place between them till 31st December 2010, on which date, account current is to be prepared?

Date	Particulars	Amount (Rs.)
1-5-2010	Sales to Ravi	4,000
16-6-2010	Ravi paid Mahesh	2,000
1-8-2010	Goods sold by Ravi to Mahesh	6,000
1-9-2010	Sales to Ravi	8,000
1-11-2010	B/R accepted by Ravi for 1 month	6,000
1-12-2010	Cash received from Ravi	4,000

Prepare an Account current to be sent to Ravi by Mahesh as on 31-12-2010.
(i) Interest is charged at 12%.

15 a Prepare a Trading Account from the following information :

	Rs.		Rs.
Opening stock	3,00,000	Wages	1,30,000
Sales	6,00,00	Carriage inwards	60,000
Coal & fuel	50,000	Sales return	50,000
Purchases	3,00,000	Closing stock	3,80,000

OR

b How will you show the following in profit & Loss Account and Balance Sheet?

	Rs.
Bad debts(Trial balance)	10,000
Sundry debtors	50,000
Provision for doubtful debts (trail balance)	2,000

Adjustments : (i) New Bad debts Rs. 5,000
(ii) Create a provision of 5% on Debtors for doubtful debts.

SECTION - C (30 Marks)
Answer any **THREE** Questions
ALL Questions Carry **EQUAL** Marks (3 x 10 = 30)

16 Journalise the following transactions and post them into ledger accounts and prepare the Trial balance as on 31-01-2008 in the books of Karthik :

2008 Jan 1	Kartick commenced business with a capital	1,00,000
5	Goods sold for cash	80,000

	7	Commission received	14.000
	10	Interest received	6.000
	12	Purchased goods for cash	70.000
	15	Rent paid	30,000
	20	Salaries paid	40,000
	22	Withdrew cash for personal use	30,000
	25	Purchased furniture for cash	20,000 '
	27	Paid for Advertisement	10,000

17   From the transactions given below prepare the sales book of Krishna for June 200

Date	Particulars
5-6-2009	Sold on credit to JR Traders :
	10 chairs @ Rs. 250 ⎫ Discount less 10%
	10 tables @ Rs. 850 ⎭
8-6-2009	Sold to Ram for cash :
	15 chairs @ Rs. 250
20-6-2009	Sold to Mohamed & Co :
	5 chairs @ Rs. 2,200
	10 tables @ Rs. 850
23-6-2009	Sold on credit to Navith : Old computers for Rs. 5,000
28-6-2009	Sold to Kuth up for cash :
	15 chairs @ Rs. 250

18   Enter the following transactions in Suresh' cash book with column for Discount, cash and bank :

2015 April		
	1	Cash balance Rs. 12,000 ; Bank overdraft Rs. 31,500
	3	Cash sales Rs. 6,000
	7	Paid rent by cheque Rs. 4,500
	10	Received Rs. 6,000 from Manoj in cash
		Allowed him discount of Rs. 300
	13	Furniture purchased Rs. 2,400 by cheque
	17	Cash sales Rs. 45,000
	21	Paid Rs. 7,500 to Karthick (half in cash & half by cheque)
	23	Paid Mubarak Rs. 12,000; Discount allowed by him Rs. 150
	27	Paid packing charges Rs. 1,500
	30	Paid cash into Bank Rs. 15,000

19   Prepare the Bank Reconciliation Statement as on 30th April 1996 from the following particulars :

(a) Overdraft as per cash book – Rs. 4,000

(b) Cheques issued but not presented for payment Rs. 2700

(c) Cheques deposited but not yet collected by the banker Rs. 1120.

(d) Bank charges of Rs.160 made by the bank not yet entered in the cash book.

(e) Interest on Investment collected by the banker and credited in the pass book amounted to Rs. 1810.

20   Ms. Supraja provides the following information. Prepare a Trading and Profit & Loss Account and Balance sheet as on 31st December 2016 :

	Rs.		Rs.
Opening stock	30,000	Sales return	5,000
Sales	60,000	Purchase return	3,000
Salaries	8,000	Computer	49,000
Wages	4,000	Purchases	20,000
Creditors	3,000	Capital	50,000

Additional Information :

(a) Closing stock – Rs. 20,000   (b) Outstanding wages – Rs. 500.