

- . All questions carry equal marks
- . Draw neat and labeled diagrams wherever necessary.

Q.1 A. Multiple Choice Question

(10 Marks)

- 1) According to _____ concept business shall go on for a long time.
a) Going concern b) Consistency c) Materiality d) Dual aspects
- 2) According to _____ concept, every business transaction has two aspects.
a) Going concern b) Consistency c) Materiality d) Dual aspects
- 3) According to _____ concept revenue is recognized when it is earned.
a) Realization b) Accounting period c) Accrual d) Matching cost
- 4) According to _____ convention, while preparing, planning anticipate losses.
a) Materiality b) Consistency c) Disclosure d) Conservatism
- 5) Customs and traditions which guides the accountant to prepare the accounting statements.
a) Conventions b) Principles c) Concept d) Procedure
- 6) According to the _____ concept, assets are recorded at a price paid to acquire them.
a) Cost b) Money measurement c) Entity d) Dual aspect
- 7) Goods returned to suppliers should be accompanied by _____.
a) Cash memo b) Debit note. c) Credit noted d) Bill
- 8) Receipt is issued for _____.
a) Cash sales b) Goods received c) Cash receipt d) Cash paid
- 9) _____ documents are prepared when the good are sold on credit.
a) Credit memo b) Cash memo c) Cash voucher d) Petty cash
voucher
- 10) In _____ type of Cheque the amount is credited to the payee's account in the bank directly.
a) Bearer b) Order c) Crossed d) Account payee

Q1.B. State whether the following statement are true or false

(5Marks)

1. Under "Account Payee" cheque bank credits the amount to the account of payee directly.
2. Pay-in-slip is used by the account holder for depositing cash/ cheque in the bank.
3. Cash column of cash book can never have zero balance.
4. An entry recorded on both sides of cash book is known as contra entry.
5. Credit purchase of machinery is recorded in the Journal Proper.

Q.2 Answer the following (any 3)

(15Marks)

- 1) Journalise the following transaction in the books of Ms LAXMAN

2022.	March 1	Ms'Laxman started business with cash Rs .40,000.
	March 4	Purchase goods from Mona Rs.35,000.
	March 7	Deposited cash into Kotak Bank Rs. 10000.
	March 10	Sold goods to Kartik Rs. 48,000
	March 20	Paid wages Rs 1000.

2) Record the following transaction in the Simple cash book Mr AMIT for the month of February 2020.

Date	Particulars
1 st Feb 2020	Cash in hand 1000
4 th Feb 2020	Received cash on account from Gopal 4000
7 th Feb 2020	Purchase machinery 6000
10 th Feb 2020	Insurance premium paid 1500
13 th Feb 2020	Sols goods for cash 8000

3) State whether the following is CAPITAL EXPENDITURE or REVENUE EXPENDITURE.

- A) Import duty on raw material purchase.
- B) Salary paid to the Staff.
- C) White washing of the factory of building.
- D) Purchase kitchen equipment for hotel.
- E) Amount spent on Uniform of worker.

4) What is Journal? State importance of Journal.

5) Define: a) Asset b) Sales c) Nominal A/C d) Debtor e) Goodwill

Q.3) Answer the following (any 3)

(15Marks)

1) From the following Balance of M/S Smita Trader . You are required to prepare TRADING ACCOUNT for the year ended 31st March 2022.

PARTICULAR	AMT
Opening stock	3000
Purchase	4000
Purchase return	500
Wages	300
Freights	300
Sales	8000
Sales return	300
Power and fuel	200
Octroi	50
Closing stock	1200

2) From the Balance sheet of MR.ABHISHEK, You are required to prepare Profit and loss Account for the year ended 31st March 2023.

Particular	Amt
Gross Profit c/d	50000
Commission received	2000
Advertisement	1000
Rent	4800
Bad debth	850
Discount received	750
Salaries	10500
Insurance	600