

Q.1. Objectives Questions

(A) Multiple Choice Questions (8 out of 10)

(08)

1. Surplus of income over expenses is _____.
 (a) Profit (b) Loss
 (c) Assets (d) Liabilities
2. Purchase is a _____ expenses.
 (a) Direct (b) Surplus
 (c) Indirect (d) Deficiency
3. Increase in value of fixed assets is called as _____.
 (a) Appreciation (b) Revalued
 (c) Depreciation (d) Written off
4. Carriage inward debited to _____.
 (a) Trading A/c (b) Profit and loss A/c
 (c) Balance sheet (d) Income A/c
5. Machines is _____.
 (a) Fixed assets (b) Intangible assets
 (c) Current assets (d) Fictitious assets
6. _____ Discount is not recorded in the book of account.
 (a) Trade (b) cash
 (c) Flat (d) credit
7. Interest on drawing is an _____ for business.
 (a) Income (b) Assets
 (c) Expense (d) Liabilities
8. Prepaid expenses are _____ for business.
 (a) Assets (b) Liabilities
 (c) Expenses (d) Income
9. Primary Packing cost is a shown under _____.
 (a) Trading A/c (b) Profit and loss A/c
 (c) Balance sheet (d) Income A/c
10. Amount which is not recoverable from customer is known as _____.
 (a) Bad debts (b) Old RDD
 (c) R.D.D. (d) Any of the above

(B) State whether the following are true or False: (7 out of 10)

(07)

1. Bank overdraft is asset of the business.
2. Trade discount should be appearing in the books of accounts.
3. Goodwill is a fictitious assets.
4. Narration is not required for each and every journal entry.
5. Single entry system is useful for large organisations.
6. Loan account is personal account.
7. Assets = capital + liabilities.

8. Goodwill comes under real account.
9. Drawing made by proprietor can decrease.
10. Depreciation should be charged on fixed assets.

Q.2. (A) Journalise the following transaction in the books of m/s Kaushal trading co. (08)

2023

| | |
|----------|--|
| March 1 | Business starts with cash Rs 5,00,000 |
| March 5 | Purchase machinery worth Rs 1,00,000 on cash |
| March 10 | Purchase goods from Ram Rs 50,000 |
| March 15 | Sold goods to Shyam Rs 40,000 |
| March 20 | Paid rent Rs 50,000 |
| March 25 | Paid salary to raj Rs 5,000 |
| March 28 | Sold old machinery to Kabir for Rs 10,000 |
| March 31 | Received commission Rs 10,000 |

OR

Q.2. (B) From the following particulars, prepare the petty cash book having analysis columns. (07)

2015

| | | |
|-------|------------------------------------|------|
| May 1 | Received from the chief cashier | 2000 |
| 5 | Paid for postal stamps. | 200 |
| 10 | Paid telephone charges | 80 |
| 11 | Purchase pencils | 50 |
| 15 | Purchase revenue stamps | 200 |
| 20 | Paid for conveyance of the manager | 500 |
| 22 | Paid for advertising | 250 |
| 30 | Purchase files | 150 |

OR

Q.2. (C) Saurabh bought a Machine costing ` 1,15,000 on 1st April 2016 and paid ` 5,000 towards its installation. He writes off depreciation @10% p.a. on Written Down Value Method every year. His books are closed on 31st March every year. On 1st Oct 2018 he disposed off the Machine for ` 80,000. Give Journal Entries in the books of Saurabh till 31st March, 2019 (15)

Q.3. (A) From the following Trial Balance of M/s. Ganesh, you are required to prepare Trading and Profit & Loss Account for the year ended 31st March, 2011 and Balance sheet as on date after taking into account the additional information. (15)

Trial Balance as on 31st March, 2011

| Debit Balances | Amt. (Rs.) | Credit Balances | Amt. (Rs.) |
|----------------|------------|------------------|------------|
| Opening stock | 18,000 | Capital A/c | 80,000 |
| Purchases | 24,000 | Sundry Creditors | 10,000 |
| Wages | 2,400 | Bills Payable | 7,800 |

| | | | |
|----------------------|-----------------|---------------|-----------------|
| Carriage Inward | 1,200 | Rent received | 2,200 |
| Cash in hand | 3,800 | Sales | 52,500 |
| Insurance | 1,200 | | |
| Postage and Telegram | 700 | | |
| Sundry Debtors | 21,000 | | |
| Land and Building | 40,000 | | |
| Furniture | 28,000 | | |
| Travelling expenses | 1,300 | | |
| Discount allowed | 900 | | |
| Bad debts | 2,000 | | |
| Bills Receivable | 8,000 | | |
| | 1,52,500 | | 1,52,500 |

Additional Information:

1. Closing stock on 31st March, 2011 was valued at Rs 20,000.
2. Create R.D.D on Debtors 5 %
3. Outstanding wages was Rs 1,000.
4. Depreciate Furniture by 10%.
5. Insurance paid in advance Rs 300.

OR

Q.3. (B) Mr. raj is dealing in business of fruits. he maintains accounting record with single entry. The following are taken for his record. (15)

| Particular | 31.3.2017 (Rs.) | 31.3.2018 (Rs.) |
|---------------------|-----------------|-----------------|
| Building | 50,000 | 60,000 |
| Furniture | 30,000 | 30,000 |
| Plant and Machinery | 20,000 | 40,000 |
| Sundry Debtors | 30,000 | 50,000 |
| Stock | 15,000 | 25,000 |
| Cash Balance | 10,000 | 20,000 |
| Bills Receivable | 5,000 | 10,000 |
| Sundry Creditors | 30,000 | 15,000 |
| Bank Overdraft | 8,000 | ----- |
| Bank Balance | ----- | 12,000 |

Additional information:

1. Mr. Raj introduced Rs. 7,000 as fresh capital.
2. He spent Rs. 40,000 from his business for his daughter's marriage.
3. Depreciate Building by Rs. 6,000.
4. Create 5% reserve for doubtful debts on Sundry Debtors.

Prepare: 1. Opening Statement of Affairs

2. Closing Statement of Affairs

3. Statement of Profit or Loss for the year ended 31.3.2018

Q.4. (A) from the information given below, prepare a trail-balance on 31st march 2022. (08)

| Particular | Debit | Credit |
|----------------------|--------|----------|
| Capital A/c | | 25,000 |
| Drawing A/c | 5,000 | |
| Purchase A/c | 85,000 | |
| Sales A/c | | 2,80,000 |
| Purchase return A/c | | 2,000 |
| Sales return A/c | 1,500 | |
| Commission A/c | 700 | 200 |
| Interest A/c | 300 | |
| Office expenses A/c | 70,000 | |
| Sundry Debtors A/c | 44,700 | |
| Sundry Creditors A/c | | 30000 |
| Cash A/c | 80,000 | |
| Bank A/c | 50,000 | |

Q.4. (B) prepare simple cash book.

(07)

| | | | | |
|------------|----|----------------------------|----|------|
| 2019 March | 1 | Cash in hand | Rs | 2500 |
| | 5 | Cash paid to Chaman | Rs | 1000 |
| | 7 | Cash purchase | Rs | 500 |
| | 14 | Cash received from Prakash | Rs | 1000 |
| | 16 | Cash sales | Rs | 800 |
| | 22 | Paid carriage | RS | 100 |
| | 25 | Paid salary | Rs | 500 |
| | 28 | Purchase stationery | Rs | 500 |

OR

Q.4. (C) On 1st April 2016 M/s Poonawalla & Co. Latur. Purchased Equipments of ` 50,000 against cheque. They decided to follow Fixed Instalment Method of depreciation. The life of the Equipments is estimated as 8 years and scrap-value of the Equipments at the end of its life is estimated as ` 2,000 On 1st Jan 2019 entire Equipment is sold for ` 35,000. The firm closes its Books of Accounts on 31st March, each year Prepare Equipment A/c (15)

Q.5. (A) Write down difference between revenue receipt and capital receipt (08)

(B) Define depreciation and its various method in detail. (07)

OR

VCD/

/FYFMG SEM I FINANCIAL ACCOUNTING 2 ½ HRS 75 MARKS

Q.5. Write short notes on: (3 out of 5)

(15)

- a) Capital expenditure
 - b) Sales book
 - c) Personal account
 - d) Classification of assets
 - e) Revenue receipt
-