

TB221590V

Reg. No :

Name :

BMS DEGREE (C.B.C.S.) EXAMINATION, NOVEMBER 2022
(2022 Admissions (regular) 2021 Admissions (Improvement / Supplementary), 2020, 2019, 2018, Admissions
Supplementary)

SEMESTER I - CORE COURSE (INTERNATIONAL BUSINESS)
MS1B02B18 - ACCOUNTING - I

Time : 3 Hours

Maximum Marks : 80

Part A

I. Answer any Ten questions. Each question carries 2 marks

(10x2=20)

1. List out any two objectives of accounting.
2. Identify the person mentioned in following sentences:
 1. A person who gives a benefit without receiving money or money's worth immediately but to claim in future.
 2. The person who contributes capital to the business with the intention of earning profit.
3. List out the classifications of accounts.
4. Discuss Dual aspect concept.
5. Journalise the following:
 1. withdraw goods worth Rs.10000 for personal use
 2. salary of Rs.5500 outstanding
6. Figure out any one example for error of commission and explain this error.
7. Identify the type of error in the following statement and explain it. A credit sale of goods to Ram recorded in sales book but omitted to be posted in Ram's account.
8. Discover the causes of depreciation.
9. Compare and contrast between straight line method and fixed method.
10. Cheques issued but not presented for payment up to 31st March, 2015 24,000. How this can be adjusted in cash book?
11. Define Bank reconciliation statement.
12. Find out any causes of disagreement between cash book and pass book balance.

Part B

II. Answer any Six questions. Each question carries 5 marks

(6x5=30)

13. Explain different Accounting Conventions with examples.
14. Distinguish Revenue realisation concept and Historical cost concept with example.
15. State Golden rule of accounting.
16. Discover the causes of disparities between cash book and pass book.
17. Use your knowledge on rectification of errors to give necessary journal entries to correct the following errors:
 1. Wages paid for installation of machinery Rs.600 was posted to wages account.
 2. Repairs of machinery Rs.400 debited to machinery account

3. Repairs paid for the overhauling of second hand machinery purchased Rs.1000 was debited to repairs account
4. Own business materials Rs.8000 and wages Rs.2000 were used for construction of building. No adjustment was made in the book.
5. Furniture purchased for Rs.5000 was posted to purchase account as Rs.500
6. Total of sales returns book Rs.3000 was not posted to the ledger.

18. Prepare Profit and Loss Account, from the following balances of Mr.Preetam for the year ending 31.12.2003.

- Office rent Rs 30,000
- Salaries Rs 80,000
- Printing expenses Rs 2,000
- Stationeries Rs 3,000
- Tax, Insurance Rs 4,000
- Discount allowed Rs 6,000
- Advertisement Rs 36,000
- Travelling expenses Rs 26,000
- Gross Profit Rs 250000
- Discount received Rs 4,000

19. M/s Singhanian and Bros. purchased a plant for Rs.500000 on April, 01 2009, and spent Rs.50000 for its installation. The salvage value of the plant after its useful life of 10 years is estimated to be Rs.10000. Draw Plant account and depreciation account for the first three years using straight line method.

20. From the following particulars of Anil & Co. prepare a bank reconciliation statement as August 31, 2010.

1. Balance as per the cash book Rs.54000
2. Rs.100 bank incidental charges debited to Anil & Co. account, which is not recorded in cash book.
3. Cheques for Rs.5400 is deposited in the bank but not yet collected by the bank.
4. A cheque for Rs.20000 is issued by Anil & Co. not presented for payment.

21. Prepare a bank reconciliation statement for MTL and company as on Dec 31, 2011, to find out the balance as per pass book.

1. Cheque deposited but not yet collected by the bank 2500
2. Cheque issued to Mr. Manu has not yet been presented for payment 1500
3. Bank charges debited in the passbook 100
4. Interest allowed by the bank 150
5. Insurance premium directly paid by the bank as per standing instructions 600
6. Balance as per cash book 500

Part C

III. Answer any Two questions. Each question carries 15 marks

(2x15=30)

22. With the help of suitable examples explain Accounting concepts.

23. Journalise the following transactions:

1. Business started with cash Rs.150000, Furniture Rs.20000, plant and machinery Rs.25000
2. Goods purchased from Manisha Rs.30000
3. Stationery purchased for cash Rs.22000

4. Open a bank account with SBI for Rs.25300
5. Goods sold to Priya Rs.13000
6. Received a cheque of Rs.13000 from Priya
7. Sold to Nidhi Rs.14000
8. Nidhi pays Rs.14000 cash
9. Purchased from Ritu for Rs.20000
10. Insurance paid by cheque Rs.6000
11. Paid rent Rs.2000
12. Goods costing Rs.1500 given as charity.
13. Purchased office furniture for Rs.11200
14. Cash withdrawn for household purposes Rs.5000
15. Interest received cash Rs.1200
16. Cash sales Rs.2300
17. Commission paid by cheque Rs.2000
18. Payment of salaries in cash Rs.12000
19. Goods worth Rs.10000 withdrawn for personnel use.
20. Salary of Rs.2500 outstanding
21. Rs.2,30,000 plant and machinery purchased by paying Rs.30,000 cash immediately and remaining on credit basis
22. Rs.70000 cash sales (of goods costing Rs.50000)
23. Goods purchased from Raju on credit Rs.32000
24. Goods returned to Raju Rs.1500
25. Goods sold to Lora Rs.25000
26. Goods returned from Lora Rs.1000.

24. The following is the trail balance of M/s Apeksha Traders, you are required to prepare trading and profit and loss account for the year ended 31 March 2013 and a balance sheet as on that date.

Particulars	Amount	Particulars	Amount
Plant & Machinery	130000	Sales	300000
Debtors	50000	Return outward	2500
Interest	2000	Creditors	250000
Wages	1200	Bille payable	70000
Salary	2500	Provision for bad debts	1600
Carriage inward	500	Capital	2200000
Return inward	2000	Commission received	16000
Carriage outward	700		
Factory rent	1500		
Office rent	2300		
Insurance	800		
Furniture	22000		
Building	280000		
Bills receivable	3000		
Cash in hand	22500		

Cash at bank	35000		
Commission	1000		
Opening stock	60000		
Purchases	250000		
Bad debts	3500		
	870500		870500

Additional information

1. Write off further bad debt Rs.2000 and create provision for bad debts@ 5%
 2. Rent received in advance Rs.6000
 3. Prepaid insurance Rs.200
 4. Depreciation on furniture @5% and plant and machinery @ 6%.
- 25.
1. Identify the causes of Disagreement between the Balance shown by the Cash Book and the Balance shown by the Passbook.
 2. Construct a Bank reconciliation statement from the following: Mrs.Jame's passbook showed a balance of Rs.25,000 on June 30, 2003. Her cash book shows a different balance. On examination, it is found that:
 - No record has been made in the cash book for a dishonour of a cheque for Rs.250
 - Cheques paid into bank amounting to Rs.3,500 were paid into the bank on June 28, 2003, and the same had not been entered in the passbook.
 - Bank charges of Rs.300 have not been entered in the cash book.
 - Cheques amounting to Rs. 9,000 issued to Ms. Devi have not been presented for payment still.
 - Mr. Balu who owed Rs.3,000 has directly paid the sum into the bank account.