

TB205165V

Reg. No :

Name :

BACHELOR'S DEGREE (C.B.C.S.) EXAMINATION, MARCH 2022
2020 ADMISSIONS REGULAR AND 2019, 2018 ADMISSIONS SUPPLEMENTARY
SEMESTER V - OPEN COURSE (COMMERCE)
CO5D01AB18 - FUNDAMENTALS OF ACCOUNTING

Time : 3 Hours

Maximum Marks : 80

Part A

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

(10x2=20)

1. Give two examples of current assets.
2. Define Accounting.
3. Give two examples of fixed assets.
4. Explain book keeping
5. Briefly explain the accounting cycle.
6. Discuss, How will you record capital invested in the accounting equation?
7. Explain any 4 sub - divisions of Journal.
8. Explain the term Contra Entry.
9. Explain the term Single Column Cash Book.
10. state any 4 characteristics of Trial balance.
11. Interpret the meaning of Trial balance.
12. Prepare a short note on Net Profit.

Part B

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

(6x5=30)

13. Explain the steps in recording transactions.
14. Record the following transactions in the journal of Mrs.Parvathy.

01 Jan 2011	Mrs.Parvathy started business with cash Rs.75,000
05 Jan 2011	Purchased Machinery Rs.5,000
08 Jan 2011	Paid into bank Rs.12,000
10 Jan 2011	Cash purchases Rs.10,000
15 Jan 2011	Withdrew for personal use Rs.5,000
18 Jan 2011	Sold to Ramu Rs.7,000
20 Jan 2011	Credit Purchases from Shyam Rs.2,500
24 Jan 2011	Cash received from Ramu Rs.5,000
25 Jan 2011	Paid to Shyam Rs.2,000
31 Jan 2011	Paid salary Rs.4,000

15. Prepare a Cash Book from the following.

Date	Transaction	Amount

2018		17,500
June 1	Balance of cash in hand	3,100
June 2	Sold goods for cash	3,200
June 3	Paid to Mohan	2,000
June 5	Purchased goods for cash	500
June 6	Paid Commission	200
June 8	Received Commission	130
June 10	Purchased stationery for cash	750
June 15	Received from Veni	400
June 20	Paid rent	

16. Explain the balance method of preparing trial balance.
17. From the following ledger accounts balances prepare trial balance as on 31/3/2020.

Particulars	Amount
Capital	8000
Bad debts recovered	250
Creditors	1250
Return outwards	350
Bank Overdraft	1570
Rent	360
Salaries	850
Trade expense	300
Cash in hand	210
Opening Stock	2450
Purchases	11,870
Debtors	7580
Cash at bank	2750
discount allowed	40
Drawings	600
Return inward	450
Sales	14,690

18. Prepare a short note Balance Sheet. State its features.
19. Differentiate fixed assets from current asset. Give suitable examples.
20. From the following information prepare Trading account for the year ended 31st March 2018.

Particulars	Amount
Opening Stock	1,00,000
Purchases	6,72,000
Carriage inwards	30,000
Wages	50,000
Sales	11,00,000
Returns inward	1,00,000
Returns outwards	72,000
Closing stock	2,00,000

21. Prepare a balance sheet as on 31st June 2019 from the following figures.

Particulars	Amount
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Bank overdraft	20,000
Cash in hand	60,000
Bills payable	40,000
Bills receivable	50,000
Sundry creditors	2,00,000
Sundry Debtors	2,50,000
Closing Stock	1,85,000
Investment	3,50,000
Cash at Bank	50,000
Loan	1,60,000
Capital	1,20,000
Net profit for 2019	6,00,000
Furniture	75,000
Plant and machinery	4,00,000
Land and Building	70,000
Goodwill	7,30,000

Part C

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

(2x15=30)

22. Discuss the process and limitations of accounting.
23. Enter the following transactions in a Three Column Cash Book.

Date	Transaction	Amount
2018		
June 1	Opening balance- Cash	3,000
	Bank	4,000
June 5	Paid rent by cheque	2,000
June 7	Cash sales	12,000
June 9	Paid to Mahew by cheque	1,950
	Discount earned	50
June 13	Recieved from Suresh by cheque	2,900
	Allowed him discount	100
June 18	Paid into bank	10,000
June 19	Cash purchases	2,000
June 28	Paid salaries	5,000
June 29	Withdrew cash from bank for office use	3,000
June 30	Purchased stationery	500

24. Following is the balances extracted from the ledger of Mr. Arun. Prepare Trial Balance.

Particulars	Debit	Credit
Cash in hand	500	
Cash at bank	12670	
Purchases	140000	
Sales		259455
Return inwards	2680	

Return outwards	1500	
Wages		2000
Fuel and power	5210	
Carriage outward	3200	
Interest paid		2040
Stock		25760
Building		30000
Freehold land	20000	
Machinery		15000
Patents		12500
Establishment expenses	17000	
General expenses	11000	
Drawings		15845
Capital		82000
Creditors		6000
Bills payable		300
Bills recievable	2500	
Debtors	12000	
Investments		1350

25.

The following is the trial balance of Edex as on 31st March 2019. Prepare Trading and profit and loss account and Balance sheet.

Particulars	Debit (Rs)	Credit (Rs)
Motor vehicles	1,06,200	
Land	70,000	
Stock	52,000	
Salaries	60,000	
Purchases	62,000	
Sales		84,000
Furniture and fittings	22,000	
Carriage Inwards	1800	
Carriage Outwards	750	
Return of goods	3000	2000
Discount	2500	1200
Debtors and Creditors	41,000	28,000
Capital		1,18,000
Rent, rates and taxes	36,000	
Advertisements	4000	
cash in hand	3500	
Cash at bank	5500	
Drawings	2300	

	Loan		2,54,150
	Wages	14,800	
		4,86,350	4,86,350

The value of stock as on 31st March, 2019 was Rs. 27,500.