AKGEC/IAP/FM/02

AJAY KUMAR GARG ENGINEERING COLLEGE, GHAZIABAD

DEPARTMENT OF AS & H

SESSIONAL TEST - 2

Course: MCA Semester: I

Session: 2017-18 Section: MCA-1

Subject: Accounting & Financial Management Subject Code: RCA-102

Max Marks: 50 Time: 2 hour

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**Section - A**

**A**. Attempt **all** the parts. **(5 x 2 = 10)**

1. Define “Bad Debts”.

2. Define “Opening stock”.

3. What is “Cost of Goods Sold”?

4. What are the objectives of International Accounting Standard Committee (IASC)?

5. What is meant by provision for bad and doubtful debts?

**Section - B**

**B**. Attempt **all** the parts. **(5 x 5 = 25)**

6. What are the advantages of preparing a profit & loss account?

7. What is meant by a Trial Balance and what are its objectives.

8. Differentiate between Profit & Loss account and Balance sheet.

9. Discuss the objectives and significance of accounting standards.

10. What is a Trading account and what are its advantages?

**Section - C**

**C**. Attempt **all** the parts **(7.5 x 2 = 15)**

11. Prepare the TRIAL BALANCE from the following balances as on the date 31st Jan 2016.

Purchases Rs.8000; Discount received Rs.500; Wages Rs.3250;

Return inwards a/c Rs.100; Return outwards Rs.150; Salaries Rs.1000;

Travelling expenses Rs.250; Carriage Rs.150; Insurance Rs.50;

Commission paid Rs.150; Rent & Rate Rs.250; Cash in hand Rs.50;

Cash at bank Rs.1350; Sundry expenses Rs.150; Buildings Rs.2000;

Machinery Rs.1000; Stock Rs. 2900; Capital Rs.6000;

Debtors Rs.2000; Creditors Rs.1000; Sales Rs.15000;

P.T.O.

12. From the following balances, prepare a Trading and Profit & Loss a/c and the Final Balance sheet:-

|  |  |
| --- | --- |
| Stock (opening) Rs.10000 | Bills Payable Rs.2500 |
| Debtors Rs.12000 | Manufacturing Expense Rs. 4000 |
| Creditors Rs.6000 | Rent Rs. 2000 |
| Purchases Rs.52500 | Repairs Rs.250 |
| Sales Rs.82000 | Plant & Machinery Rs. 20000 |
| Returns (Dr) Rs.1500 | Bank Balance Rs. 5000 |
| Return (Cr) Rs.2500 | Wages Rs.25000 |
| Drawings Rs.5000 | Carriage Inward Rs.750 |
| Capital Rs.50000 | Bad Debts Rs.1000 |
| Fuel & Power Rs.500 | Trade Expenses Rs. 3500 |

**ADJUSTMENT: - The value of closing stock amounted to Rs.18000.**

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