

Mahindra University Hyderabad
École Centrale School of Engineering
End Semester Exam

Program: B. Tech. Branch: AI, CSE, CM, ECE, ECM, CB, BT, CE, ME, MT, NT
Year: 2nd Year Semester: IV
Subject: Financial Accounting (HS2202)

Date: 01-06-2024
Time Duration: 3 Hours

Start Time: 10 AM
Max. Marks: 100

Instructions:

- 1) Please check out for sub-questions under few questions
- 2) Regular calculator is allowed inside the examination hall

SECTION – A

Answer any Four questions from the following

4*15 = 60 M

1. Explain the following briefly with appropriate examples:
 - a) Business entity concept
 - b) Money measurement concept
 - c) Going concern concept
 - d) Conservatism concept
2. Identify and elaborate on the users of financial accounting information and their specific interest in financial statements.
3. Present the following transactions in the Accounting Equation
 1. Ram started business with cash Rs.25000 and cheque of Rs.25000 to open a bank account
 2. Purchased goods for cash Rs.1000
 3. Purchased goods on credit Rs.4000
 4. Paid Rent Rs.200
 5. Purchased furniture for cash Rs.1000
 6. Paid salaries Rs.1000
 7. Withdrew cash for private use from bank Rs.500
 8. Sold goods on credit (cost Rs.500) for Rs.700
 9. Received interest from bank Rs.200
 10. Paid interest Rs.300
4. Journalise the following transactions of Singh Enterprises, Delhi 2022
 - June 1 Started business with cash Rs.50000
 - June 2 Deposited cash into bank Rs.20000
 - June 3 Received cash from Ravi Rs.50000

June 4 Purchased goods for cash Rs.15000
 June 11 sold goods to Hari Rs.12000
 June 13 Paid to Chaitanya Rs.40000
~~June 17 Bought furniture from S.R. furniture mart~~
 June 20 Paid Rent Rs.28000
 June 30 Paid Salary Rs.50000
 June 30 Received commission Rs.5000

5. A) Distinguish between Shareholders and Stakeholders. (7.5M)
 B) write a short note on Ledger and its format. (7.5M)

SECTION – B (Compulsory)

(1*40 = 40 M)

6. From the following particulars furnished by Alpha Ltd., Prepare Profit & Loss statement and Balance sheet as on 31st March 2021 according to Companies Act,2013.

Particulars	Debit Amount	Credit Amount
Buildings	580000	
Machinery	200000	
Opening stock	180000	
Equipment	46000	
Purchases	420000	
Salaries	120000	
Directors' fee	20000	
Rent	52000	
Depreciation	40000	
Bad debts	12000	
Investment	244000	
Interest on Debentures	56000	
Debtors	250000	
Sundry Expenses	36000	
Bank balance	180000	
Sales		1040000
Equity share capital		410000
General reserve		80000
Profit and Loss account		50000
Creditors		184000
14% debentures		610000
Rent Received		12000
Bank loan		50000
	2436000	2436000

Additional Information: Closing stock is valued at Rs.340000.
