

**Mahindra University Hyderabad**  
**École Centrale School of Engineering**  
**Minor-I exam**

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

**Date: 19 - 04 - 2024**  
**Time Duration: 1.5 Hours**

**Start Time: 2PM**  
**Max. Marks: 30**

**Instructions:**

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

**Answer any THREE questions from the following**

**3\*10 = 30 M**

1. Analyze the effect of each transaction on assets and liabilities and show that the both sides of Accounting Equation ( $A = L + C$ ) remains equal:
  - (i) Started business with Rs.8,00,000 as cash and Rs.50,000 by stock.
  - (ii) Purchased plant for Rs.3,00,000 by paying cash.
  - (iii) Deposited Rs.6,00,000 into the bank.
  - (iv) Purchased office furniture for Rs.1,00,000 and made payment by cheque.
  - (v) Purchased goods worth Rs.80,000 for cash and for Rs.35,000 in credit from Vinay.
  - (vi) Goods amounting to Rs.45,000 was sold for Rs.60,000 on cash basis.
  - (vii) Goods costing to Rs.80,000 was sold for Rs.1,25,000 to Ramesh on credit.
  - (viii) Cheque issued to the Vinay of goods worth Rs.35,000.
  - (ix) Cheque received from customer amounting to Rs.75,000.
  - (x) Withdrawn by owner for personal use Rs.25,000.
2. Journalise the following transactions of M/s Mallika Fashion House 2017`
  - June 05 Business started with cash Rs. 2,00,000
  - June 08 Opened a bank account with Syndicate Bank Rs. 80,000
  - June 12 Goods purchased on credit from M/s Gulmohar Fashion House Rs. 30,000
  - June 12 Purchase office machines, paid by cheque Rs. 20,000
  - June 18 Rent paid by cheque Rs. 5,000
  - June 20 Sale of goods on credit to M/s Mohit Bros Rs. 10,000
  - June 22 Cash sales Rs. 15,000
  - June 25 Cash paid to M/s Gulmohar Fashion House Rs. 30,000
  - June 28 Received a cheque from M/s Mohit Bros Rs. 10,000



June 30 Salary paid in cash Rs. 6,000

3. Explain various accounting concepts and conventions in detail.
4. Explain
  - a) Objectives of accounting (2.5 marks)
  - b) Shareholders Vs Stakeholders (2.5 marks)
  - c) GAAP (2.5 marks)
  - d) Role of CEO (2.5 marks)

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