CHRIST DEEMED TO BE UNIVERSITY, Bengaluru - 560029

End Semester Examination November/December - 2021 Bachelor of Computer Applications III SEMESTER

Code: BCA332 Max.Marks: 100
Course: FINANCIAL ACCOUNTING Duration: 3Hrs

SECTION A

Answer ALL the questions.

10X2=20

- 1 Construct the accounting equation with one example.
- 2 Total capital of a business is Rs. 60,000 and liabilities are Rs. 40,000. What is the total value of assets?
- **3** What do you mean by balancing of an account?
- 4 Mention any 2 objectives of preparing ledger.
- **5** Give two examples of contra entries.
- 6 List the objectives of preparing cash book.
- 7 What is a Contingent Liability? How is it shown in Final Accounts?
- 8 How do you treat prepaid expenses while preparing final accounts?
- 9 How do you determine depreciation under WDV method?
- 10 What are the causes for Depreciation?

SECTION B

Answer any FIVE questions

5X6=30

- 11 Discuss the accounts that are not considered while preparing the trial balance?
- 12 Prepare trial balance from the following particulars on 31.03.2019 :

Capital	Rs. 24,000	Returns Inwards	Rs. 1,900
Stock	Rs. 8,500	Returns Outwards	Rs. 350
Furniture	Rs. 2,600	Discount Received	Rs. 970
Purchases	Rs. 8,950	Carriage	Rs. 300
Sales	Rs. 22,500	Cash at Bank	Rs. 25,570

13 From the following particulars prepare a Balance Sheet for the year ended 31st May 2018.

Particulars	Rs.
Land and Building	80,000
Capital	1,90,000
Plant and Machinery	1,20,000
Net Profit	20,000
Sundry Creditors	40,000
Loan to XYZ & Co	10,000
Bank overdraft	8,000
Cash at Bank	10,000
Bills Payable	9,000
Sundry Debtors	20,000
Bills Receivable	7,000
Cash in Hand	20,000

- 14 What is meant by closing stock? Show its treatment in final accounts?
- 15 Prepare a brief note on the preparation of ledger accounts.

- 16 M/s Sahani Enterprises acquired a printing machine for Rs. 40,000 on July 01, 2014 and spent Rs. 5,000 on its transport and installation. Another machine for Rs. 35,000 was purchased on January 01, 2015. Depreciation is charged at the rate of 20% on written down value. Prepare Printing Machine account for the years ended on March, 31, 2015, 2016, 2017 and 2018.
- 17 Liability is defined as currently existing obligations which a business enterprise requires to meet sometime in future. Explain.

SECTION C

Answer any FIVE questions

5X10=50

- 18 'The accounting concepts and accounting standards are generally referred to as the essence of financial accounting'. Comment with an appropriate examples.
- 19 From the following pass necessary journal entries and prepare Cash A/c.
 - a. Started business with cash Rs. 18000
 - b. Paid rent in advance Rs. 400
 - c. Purchased goods for cash Rs. 4000 and for credit Rs. 2000
 - d. Sold goods for cash Rs. 4000
 - e. Rent paid Rs. 1000
 - f. Bought motor cycle for personal use Rs. 8000
 - g. Purchased equipment for cash Rs. 500
 - h. Paid to creditors Rs. 600
 - i. Paid Business expenses Rs. 400
- Prepare Trial Balance of Ms. Naveen as on December 31st, 2018 from the following ledger balances:

Plant and Machinery	79,000	Creditors	45,000
Furniture	20,000	Salaries	8,000
Drawings	16,200	Wages	14,000
Capital	1,00,000	Carriage outwards	1,500
Purchases	70,000	Provision for bad debts	1,500
Sales	1,38,000	Interest Paid	2,000
Sales Returns	2,000	Rent	12,000
Purchases Returns	1,000	Advertisement	5,000
Stock as on Jan 1 st 2018	25,000	Cash	8,000
Discount Allowed	500	Loan from Bank	25,000
Discount Received	700	Bank overdraft	11,000
Debtors	52,000	8% Govt Securities	7,000

- 21 Classify the following accounts as per modern classification of accounts:
 - (a) Cash brought in as capital
 - (b) Machinery purchased
 - (c) Goods sold for cash
 - (d) Goods purchased for cash
 - (e) Goods sold for credit
 - (f) Goods purchased on credit
 - (g) Rent Paid

- (h) Withdrew for personal use
- (i) Cash received from debtors
- (j)Purchases returns /returns inward
- 22 Explain any 5 adjustments in final account.
- The Trial Balance of GVK & Sons, Mysore as on 31st March, 2018 is given below. You are required to prepare Trading and Profit and Loss Account for the year ended 31st March, 2018 and Balance Sheet as on that date after taking into account the given adjustments.

Trial Balance as on 31st March, 2018

Particulars	Debit (Rs.)	Particulars	Credit (Rs.)
Purchases	I	Capital:	30,000
Patents Rights		Ashok	40,000
Building	1,00,000		
Stock (1.04.2017)	15,000	Provident Fund	7,000
Printing and Stationery	1,750	Creditors	45,000
Sundry Debtors	35,000	10% Bank Loan taken	12 000
Wages and Salaries	11,000	on 1 st April 2017	12,000
Audit Fees	700	Sales	1,58,000
Sundry Expenses	3,500	Reserve for Doubtful Debts	250
Furniture	8,000	Purchase Returns	3,500
Investment	10,000	0 %	
Cash	4,000	, in (1)	WA.
Provident Fund	800		
Contribution		Jan Company	
Carriage Inwards	1,300	å a	
Travel Expenses	2,700		
18 30	2,95,750		2,95,750

Adjustments:

- Closing stock is valued at Rs. 15,000 as on 31st March 2019.
- Provide reserve for bad and doubtful debts at 5% on debtors.
- Depreciate building at 5% and patent rights at 10%.
- ABC limited company purchased on 1st January 2016 a second hand plant for Rs. 1,20,000 and immediately spent Rs. 80,000 on its overhauling. on 1st July in the same year additional plant costing Rs. 1,00,000 is purchased. On 1st July, 2018 the plant purchased on 1st January 2016 having become obsolete is sold for Rs. 40,000 and on the same date fresh plant is purchased at a cost of Rs.2,40,000. Depreciation is provided at 10% on original cost method on 31st December every year. Prepare Plant A/c from 2016 to 2018.