

[4]

- Q.5 i. What do you mean by funds from operations? Also explain the process of preparation of funds from operations. **4** 02 08 04
- ii. What do you understand by financial statement? Also explain the major objectives of financial statement in the organization. **6** 02 08 04
- OR iii. From the following balance sheets of S. Ltd. make out the statement of changes in working capital- **6** 04 07 04

Liabilities	2020 (Rs.)	2021 (Rs.)
Equity Share Capital	3,00,000	4,00,000
8% Redeemable Preference Shares	1,50,000	1,00,000
General Reserve	40,000	70,000
Profit and Loss A/c	30,000	48,000
Proposed Dividend	42,000	50,000
Creditors	55,000	83,000
Bill Payable	20,000	16,000
Provision for Taxation	40,000	50,000
Total	6,77,000	8,17,000

Assets	2020 (Rs.)	2021 (Rs.)
Goodwill	1,15,000	90,000
Land and Building	2,00,000	1,70,000
Plant	80,000	2,00,000
Debtors	1,60,000	2,00,000
Stock	77,000	1,09,000
Bills Receivable	20,000	30,000
Cash in Hand	15,000	10,000
Cash at Bank	10,000	8,000
Total	6,77,000	8,17,000

- Q.6 Attempt any two:
- i. What is the meaning of computerized accounting? Also discuss its features and importance. **5** 02 03 05
- ii. What are different kinds of vouchers available under computerized accounting? **5** 04 03 05
- iii. Discuss the advantages and disadvantages of computerized accounting. **5** 02 03 05

Total No. of Questions: 6

Total No. of Printed Pages:4

Enrollment No.....



Faculty of Science/Engineering

End Sem Examination Dec 2024

CA3EG07 Financial Accounting and Management

Programme: BCA/

Branch/Specialisation: Computer

BCA-MCA (Integrated)

Application

Duration: 3 Hrs.

Maximum Marks: 60

Note: All questions are compulsory. Internal choices, if any, are indicated. Answers of Q.1 (MCQs) should be written in full instead of only a, b, c or d. Assume suitable data if necessary. Notations and symbols have their usual meaning.

- | | Marks | BL | PO | CO | PSO |
|--|-------|----|----|----|-----|
| Q.1 i. A list of assets, liabilities and owner's equity of a business enterprise as of a specific date is- | 1 | 02 | 08 | 01 | |
| (a) Balance sheet (b) Income statement | | | | | |
| (c) Cash flow statement (d) None of these | | | | | |
| ii. The immediate recognition of loss is supported by the underlying principle of | 1 | 03 | 08 | 01 | |
| (a) Matching (b) Consistency | | | | | |
| (c) Judgement (d) Conservatism | | | | | |
| iii. A purchase of office equipment on credit requires a credit to- | 1 | 02 | 06 | 02 | |
| (a) Office Equipment (b) Cash | | | | | |
| (c) Accounts Payable (d) Equipment Expense | | | | | |
| iv. Which of the following describes the proper sequence of actions in the accounting cycle? | 1 | 03 | 06 | 02 | |
| (a) Post, enter, analyze, prepare, close, adjust | | | | | |
| (b) Analyze, enter, post, adjust, prepare, close | | | | | |
| (c) Prepare, enter, post, adjust, analyze, close | | | | | |
| (d) Enter, post, close, prepare, adjust, analyze | | | | | |
| v. Adjusting entries are essential to- | 1 | 02 | 06 | 03 | |
| (a) Matching rule | | | | | |
| (b) Accrual accounting | | | | | |
| (c) A proper determination of net income | | | | | |
| (d) All of these | | | | | |
| vi. Gross profit is equal to- | 1 | 02 | 06 | 03 | |
| (a) Net profit minus expenses | | | | | |
| (b) Purchases plus stock minus net sales | | | | | |
| (c) Net sales plus selling price of stock minus purchases | | | | | |
| (d) Net sales minus cost price of sales | | | | | |
| vii. Which of the following is not a typical classification of cash flows on the statement of changes in financial position? | 1 | 03 | 07 | 04 | |
| (a) Investing (b) Operating | | | | | |
| (c) Financing (d) Administrative | | | | | |

P.T.O.

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- viii What is the primary purpose of the income statement? **1** 02 06 04
 (a) To show cash inflows and outflows
 (b) To report changes in equity
 (c) To present revenues and expenses
 (d) To list assets and liabilities
- ix. What is the primary advantage of using computerized accounting? **1** 02 03 05
 (a) Increased labour costs
 (b) Enhanced security features
 (c) Improved accuracy and speed
 (d) Limited accessibility
- x. What is the difference between a journal entry and a ledger entry in computerized accounting? **1** 03 03 05
 (a) Journal entry is manual, ledger entry is automated
 (b) Journal entry is for transactions, ledger entry is for balances
 (c) Journal entry is for assets, ledger entry is for liabilities
 (d) Journal entry is for expenses; ledger entry is for revenues
- Q.2 i. Briefly explain the dual aspect concept of accounting. **2** 02 06 01
 ii. What is the meaning of financial accounting? Also discuss the objective of it. **3** 03 06 01
 iii. Describe the main audiences for financial accounting information. **5** 03 06 01
- OR iv. Write a short note on Business Entity and Conservatism Concept. **5** 02 06 01
- Q.3 i. Give the rules of debit and credit and explain them with suitable examples. **2** 04 06 02
 ii. Prepare a double-column cash book of shyam brothers- **8** 04 07 02
- 2024
- | | | |
|--------|--|---------------|
| Oct 1 | Cash balance Rs. 100,000 and bank balance | Rs. 3,50,000 |
| Oct 6 | Cash received from sale of shares | Rs. 11,00,000 |
| Oct 8 | Paid into bank | Rs. 10,00,000 |
| Oct 10 | Paid radha by cheque | Rs. 2,50,000 |
| Oct 15 | Paid wages in cash | Rs. 60,000 |
| Oct 22 | Received from gauri by a cheque and sent to bank | Rs. 1,20,000 |
| Oct 24 | Drawn from bank | Rs. 1,00,000 |
| Oct 28 | Paid office salaries in cash | Rs. 80,000 |
| Oct 30 | Sold goods for cash and banked the same | Rs. 1,60,000 |
| Oct 30 | Paid rent by cheque | Rs. 20,000 |
| Oct 30 | Paid into bank | Rs. 1,50,000 |

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- OR iii. Enter the following transaction in the sales book of M/s Madhav Kumar of New Delhi. **8** 04 06 02
 2024
 Sept. 7 Sold to Kanha Gupta, Jaipur
 100 bags of Wheat @ Rs. 450/- per bag
 10 bags of Rice @ 500/-per bag
 Sept. 9 Sold to Rajinder Singh, Udaipur
 80 Bags of Wheat @ 500/ Rs. per bag
 30 bags of Wheat @ 550/- per bag
 Trade discount allowed @ 10%
 Sept. 11 Sold to Ranvir Singh, Jaisalmer
 100 Bags of Rice @ Rs. 550/- per bag
 Trade discount allowed 10%
- Q.4 i. Define the purpose of making balance sheet in financial statement. **3** 03 07 03
 ii. Write a short note on adjustment entry on closing stock, accrued income and bad debts. **7** 04 07 03
- OR iii. The following is the Trial balance of rajan jewellers as on December 31, 2023. **7** 04 07 03

Particulars	Dr. (Rs.)	Cr. (Rs.)
Opening Inventory	72,000	
Purchases	2,25,000	
Furniture	15,000	
Motor Car	30,000	
Buildings	4,25,800	
Debtors	50,000	
Advertisement	22,000	
Repairs and Maintenance	13,000	
General Expenses	16,000	
Insurance	7,000	
Cash in hand	3,500	
Cash at Bank	6,000	
Salaries	30,000	
Capital		5,00,000
Sales		3,50,000
Purchase Returns		1,800
Commission		7,500
Creditors		56,000
	9,15,300	9,15,300

You are required to prepare trading account, profit and loss account and balance sheet as on 31st December 2023.

- (a) Closing inventory as at 31.12.2023 Rs. 80,000.
 (b) Interest on capital at 6%.
 (c) Prepaid advertisement Rs. 2,000.
 (d) Outstanding salaries Rs. 3,000.
 (e) Depreciation on buildings at 5%, furniture 5% and motor car at 10%.
 (f) Good used for domestic purposes Rs. 1,800

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Marking Scheme**CA3EG07 Financial Accounting and Management**

Q.1	i)	A list of assets, liabilities and owner's equity of a business enterprise as of a specific date is	1
		(a) Balance sheet	
	ii)	The immediate recognition of loss is supported by the underlying principle of	1
		(d) Conservatism	
	iii)	A purchase of office equipment on credit requires a credit to	1
		(c) Accounts Payable	
	iv)	(b) Analyze, enter, post, adjust, prepare, close	1
	v)	Adjusting entries are essential to	1
		(d) All of the above	
	vi)	Gross profit is equal to	1
		(d) Net sales minus cost price of sales	
	vii)	Which of the following is not a typical classification of cash flows on the statement of changes in financial position?	1
		(d) Administrative	
	viii)	What is the primary purpose of the income statement?	1
		(c) To present revenues & expense	
	ix)	What is the primary advantage of using computerized accounting?	1
		(c) Improved accuracy and speed	
	x)	What is the difference between a journal entry and a ledger entry in computerized accounting?	1
		(b) Journal entry is for transactions; ledger entry is for balances	
Q.2	i.	Briefly explain the dual aspect concept of accounting.	2
	ii.	What is the meaning of financial accounting?	1 Marks
		Also discuss the objective of it.	2 Marks
	iii.	Describe the main audiences for financial accounting information.	5
OR	iv.	Write a short note on Business Entity and Conservatism Concept	5
Q.3	i.	Give the rules of debit and credit and explain them with suitable examples.	2
	ii.	Prepare a double-column Cash Book of Shyam Brothers:	8
		Per entry	0.5 Marks
		Format	0.5 Marks
		Cash balance	1 Marks
		Bank Balance	1 Marks

		(Ans. Cash Balance Rs. 10,000; Bank Balance Rs. 14,10,000)	
OR	iii.	Enter the following transaction in the sales book of M/s Madhav Kumar of New Delhi.	8
		1 st Transaction	2 Marks
		2 nd Transaction	3 Marks
		3 rd Transaction	3 Marks
		(Ans. 1,50,350)	
Q.4	i.	Define the purpose of making balance sheet in financial statement.	3
	ii.	Write a short note on adjustment entry on Closing stock and Bad debts.	7
OR	iii.	Trading A/C	2 Marks
		P& L A/C	2 Marks
		Balance sheet	3 Marks
		(Ans. G.P- 1,36,600, P&L – 60, Balance sheet- 5,87,260)	
Q.5	i.	What do you mean by funds from operations?	2 Marks
		Also explain the process of preparation of funds from operations.	2 Marks
	ii.	What do you understand by financial statement ?	2 Marks
		Also explain the major objectives of financial statement in the organization.	4 Marks
OR	iii.	Currents Assets	2 Marks
		Current Liabilities	2 Marks
		Working capital	2 Marks
		(Ans. Increase in working capital- 51,000)	
Q.6		Attempt any two:	
	i.	What is the meaning of computerized accounting?	2 Marks
		Also discuss its features and importance.	3 Marks
	ii.	What are different kinds of vouchers available under computerized accounting?	5
	iii.	Discuss the advantages and disadvantages of computerized accounting.	5
