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|-----|---|----------------------------------|-------------|---------------------|
| Q.5 | <p>i. Explain bank reconciliation statement with their uses (any two).</p> <p>ii. On First January 2016 a company purchased machinery for Rs 10,000. It spent Rs 2000 on its erection. On 1st July 2016 it purchased another machinery for Rs. 4,000. On 1st January 2018 the machinery purchased in 1st January 2011, was sold for Rs 4,600. The company writes off depreciation at 10% p.a. on the diminishing balance method. Prepare Machinery account for three years ending 31st Dec. 2018.</p> | 2 | 1, 10 | 4 |
| OR | <p>iii. A company purchased on 1st January 2010 a second hand machine for Rs. 35,000 and spent Rs 3000 on its repair. On 1st July 2011 additional Machinery costing Rs. 100000 was purchased. On 1st July 2012 the machinery purchased on 1st Jan 2010 became obsolete and was sold for Rs. 28,000. On the same date, It purchased a new machine for Rs 25,000. On 1st July 2012 the second machinery purchased for Rs 10,000 was sold off for Rs 2000/-.</p> <p>Depreciation was provided on machinery @10% of the original cost annually on 31st December every year. In the year 2014 however the finance Manager of the company wanted to see the analyses of above all depreciation through diminishing balance method also at 15% p.a. Give Machinery account for the four years commencing from 1st January 2010 to the end of December 2013. Do the calculation to the nearest rupee and give suitable working note in detail.</p> | 8 | 3 | 1, 10 |
| Q.6 | <p>Give detailed Explanation with suitable example of any two</p> <p>i. Computerised accounting with their features and advantages.</p> <p>ii. (a) Creating of an organisation
(b) Grouping of accounts</p> <p>iii. (a) Creation of accounts
(b) Entering the financial Transaction.</p> | 5
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5 | 2
2
2 | 1, 10
1, 10
5 |

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Total No. of Questions: 6

Total No. of Printed Pages:4

Enrollment No.....



Faculty of Management Studies

End Sem Examination Dec 2024

MS3CO33 Financial Accounting

Programme: BBA

Branch/Specialisation: Business Analytics

Maximum Marks: 60

Duration: 3 Hrs.

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.	While journal is a _____ record of transactions, ledger is an _____ record of transaction.	1	1	1, 10	1
		(a) Account wise, date wise (b) Rough, fair (c) Date wise, account wise (d) None of these				
ii.		_____ is a specialised branch of accounting that keeps track of a company's financial transactions.	1	1	1, 10	1
		(a) Cost accounting (b) Management accounting (c) Financial accounting (d) Corporate accounting				
iii.		Financial accountancy is governed by _____.	1	1	1, 10	2
		(a) Local standards only (b) International standards (c) Local as well as international accounting standards (d) Company's internal top management only				
iv.		Trading account is prepared to find out:	1	1	1, 10	2
		(a) Gross profit or loss (b) Net profit or loss (c) Financial position (d) None of these				
v.		What is the purpose of making a provision for depreciation in the accounts?	1	1	1, 10	3
		(a) To charge the cost of fixed assets against profits (b) To show the current market value of fixed asset (c) To make cash available to replace fixed assets (d) To make a provision for repairs				
vi.		Depreciation is calculated under diminishing balance method, based on-	1	1	1, 10	3
		(a) Original value (b) Book value (c) Scrap value (d) None of these				

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vii.	Salvage value means-		1	1	1, 10
	(a) Definite sale price of the asset				
	(b) Cash to be received when life of the asset ends				
	(c) Cash to be paid when asset is disposed off				
	(d) Estimated disposal value				
viii.	Accounting does not record non-financial transactions because of which accounting principle-		1	1	1, 10
	(a) Accrual concept	(b) Entity concept			
	(c) Measurement concept	(d) None of these			
ix.	Which one of the following is not a limitation of computerised accounting system?		1	1	1, 10
	(a) Flexible reporting	(b) Security problem			
	(c) High cost of training	(d) System failure			
x.	Which one of the following is limitation of computerised accounting system?		1	1	1, 10
	(a) Adverse effect on health	(b) Staff opposition			
	(c) High cost of training	(d) All of these			
Q.2	i. What do you mean by financial accounting?		2	1	1, 10
	ii. For financial accounting discuss any two advantages and limitations.		2	1	1, 10
	iii. Explain any three in detail-		6	2	1, 10
	(a) IFRS	(b) Bank book			
	(c) Recording of transactions				
	(d) Customization of vouchers				
OR	iv. Elaborate any 4 basic accounting concepts and any 2 conventions in detail.		6	2	1, 10
Q.3	i. Discuss classifications of accounts.		2	1	1, 10
	ii. Explain in detail with format-		8	2	1, 10
	(a) Simple cash book	(b) Double columns cash book			
OR	iii. Journalize the following transactions in the books of a Rajat Ltd		8	3	1, 10
	(a) Debit Balances on Jan 1, 2009:				
	Cash in hand Rs. 8,000, Cash at Bank Rs. 25000, Stock of Goods Rs. 20000, Furniture Rs 2000, and Building Rs. 10,000. Sundry Debtors: Vijay Rs. 2000, A				
	Rs 1,000, and Madhu Rs. 2000.				
	Credit Balances on Jan 1, 2009:				
	Sundry Creditors: Anand Rs. 5000, Loan from Bablu Rs. 10,000				

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(b) Jan 1, Purchased goods worth Rs 5000/-, for cash less 20% trade discount and 5% cash discount.

(c) Jan 4, Received Rs 1980/- from Vijay and allowed him Rs 20 as discount.

(d) Jan 6, Purchased goods from Bharat Rs 5000/-

(e) Jan 8, Purchased plant for Mukesh for Rs. 5000 and paid Rs.100 as cartage for bringing the plant to the factory and another Rs 200 as installation charges.

(f) Jan 12, Sold Goods to Rahim on credit Rs. 600/-.

(g) Jan 15, Rahim become an insolvent and could pay only 50 paise in a Rupee.

(h) Jan 18, Sold Goods for Ram for Cash Rs. 1,000/-

(i) Jan 20 Paid Salary to Ratan Rs. 2000/-

(j) Jan 21, Paid Ananad Rs 4800/- in full settlement.

(k) Jan 26, Interest Received from Madhu Rs 200/-.

(l) Jan 28, Paid to Bablu interest on loan Rs 500/-

(m) Jan 31, Sold Goods for Cash Rs. 500/-

(n) Jan 31, Withdraw goods from business for personal use Rs. 200/-

Discuss final accounts and there any four uses. 2 2 1, 10 3

What do you mean by financial statements for IND-AS companies as per Division II, Schedule III, Companies Act, 2013. Explain with detailed format. 8 3 1, 10 3

Following is the Trial Balance of M/S Avani Creations for the year ending at 31st December, 2022. Prepare Trading, Profit and Loss Accounts and Balance Sheet on the date- 8 3 1, 10 3

	Rs.		Rs.
Opening Stock	5,000	Sales	40,000
Purchases	25,000	S. Creditors	4,000
Wages	4,000	Capital	20,000
Carriage Inward	300		
Carriage Outward	200		
Cash in Hand	400		
Cash at Bank	7,600		
Salaries	2,400		
Rent	1,200		
Insurance	600		
Discount Allowed	100		
Furniture	10,000		
Sundry Debtors	5,000		
Printing Stationary	500		
Office Expanses	1,000		
Drawings	700		
	64,000		64,000

Following were further transaction in the month of January 2009.

Marking Scheme
MS3CO33 (T) Financial Accounting (T)

Q.1	i) (c) Date wise and Account wise ii) (c) Financial Accounting iii) (c) local as well as international accounting standards iv) (a) Gross Profit and loss v) (b) To show the current market value of fixed asset vi) (b) Book Value vii) (d) Estimated Disposal value viii) (c) Measurement Concept ix) (a) Flexible Reporting x) (d) All the above	1 1 1 1 1 1 1 1 1 1	
Q.2	i. Concept ii. Each with one number iii. three in detail OR iv. 4 concept & 2 connections 1 mark each	2 2 6 6	
Q.3	i. As per questions ii. As per questions OR iii. As per the accounting rules on each entry	2 8 8	
Q.4	i. uses each .05 marks ii. Financial statement in details OR iii. GP- 5700 GL-1000	2 8 8	
Q.5	i. Each uses 1 mark ii. 16000/- total as per the solution OR iii. as per the solution & golden rules	2 8 8	
Q.6	Attempt any two i. Explain- Creating of an Organisation, Creation of Accounts, Creation of Inventory. ii. Explain Computerised Accounting System? Explain Features, Advantages and disadvantages of computerized Accounting. Each 2.5 marks	5 5	<p>iii. Elaborate- Units of measurement stock items, Entering of financial transactions. Each 2.5 marks</p> <p style="text-align: right;">*****</p>