

	ADAMAS UNIVERSITY END-SEMESTER EXAMINATION: JANUARY 2021 (Academic Session: 2020 – 21)		
Name of the Program:	B.Tech./BCA/ MCA	Semester:	V
Paper Title :	Financial Accounting	Paper Code:	HEC43181
Maximum Marks :	40	Time duration:	3 Hours
Total No of questions:	08	Total No of Pages:	02

Answer all the Groups

Group A

(Answer all the questions)

(1 x 5 = 5)

1. a) What is Suspense Account?
 b) Show the classification of Cash Book.
 c) State the purpose of creating Trading Account.
 d) What do you mean by Compensating error?
 e) What do you understand by Accounting?

Group B

(Answer any three questions)

(5 x 3 = 15)

2. Define Cash Book and mention some of its characteristics. (5)
3. Differentiate between Capital Expenditure and Revenue Expenditure. (5)
4. On 1.4.2017, Saxena Brothers Pvt. Ltd. purchased a furniture costing Rs. 6,00,000. On 1.9.2018, the company again purchased another furniture of Rs. 2,00,000. Provide depreciation @ 15% p.a. for two years using Straight line basis method assuming that the company closes its accounts on 31st March every year. Prepare necessary ledger accounts for the two years. (5)
5. Prepare a single column cash book from the following information: (5)
 2020
 July 1 Cash in Hand Rs. 35,000
 July 6 Purchased goods for cash Rs. 5,200
 July 10 Sold goods for cash Rs. 8,800
 July 12 Received interest Rs. 950
 July 16 Paid Commission Rs. 550
 July 19 Cash paid to Jadeja Rs. 10,150
 July 20 Paid telephone charges Rs. 600 and wages Rs.1,000

Group C

(Answer any two questions)

(10 x 2 = 20)

6. Journalize the following transactions and also post them into ledger. Also find out the ledger balances.
 01.01.2020 Mr. X started business with cash Rs. 50,000
 05.01.2020 Goods purchased in cash Rs. 10,000
 10.01.2020 Rent paid Rs. 3,000
 20.01.2020 Goods sold in cash Rs. 9,000
 30.01.2020 Salary paid Rs. 5,000

7. From the following balances extracted from the books of a trader on 31/3/2020. Prepare a Trading Account, Profit & Loss Account & Balance Sheet, as on the same day:

Particulars	Dr. Amount (Rs.)	Cr. Amount (Rs.)
Capital		42,500
Sales		1,19,060
Bank Overdraft		2,910
Purchase Return		1,200
Creditor		10,000
Provision for bad Debt		1,050
Cash in hand	480	
Drawings	7,100	
Plant & machinery	9,500	
Stock in trade (op)	14,600	
Purchase	1,03,620	
Sales return	2,100	
General expenses	2,000	
Wages	2,400	
Rents & rates	3,200	
Bad debt	1,720	
Debtors	30,000	
Total	1,76,720	1,76,720

Adjustments:

a) Value of the closing stock Rs 17,300

b) Outstanding Rent Rs 800

c) Depreciation to be charged for plant & machinery at the rate 10%

(3+3+4=10)

8. What do you mean by depreciation? State some important characteristics of depreciation. Mention some of the causes of depreciation.

(2+4+4=10)

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