

Roll No.

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M.Com-2

1<sup>st</sup> Year Examination, Calendar Batch 2017

Accounting and Financial Analysis

**Time: 3 Hours]****[Max.Marks:100****Note: Attempt any FIVE Questions each question contains equal marks.**

Q.1. From the following trial balance of Sh. Ved Vyas prepare Trading and Profit and loss account for the year ended 31st Dec. 1993 and Balance Sheet as on that date.

Particulars	Amount Dr.	Amount Cr.
opening stock	25000	-
Furniture	16000	-
Purchases	555300	-
Sales	-	700000
carriage inwards	4700	-
bad debts	1800	-
Wages	52000	-
Debtors	80000	-
Creditors	-	60000
bank overdraft	-	50000
provision for bad debts	-	2100
sales return	15000	-
Rent	22000	-
miscellaneous expenses	3400	-
salaries	60000	-
discount	-	500
capital	-	200000
purchase return	-	20000
Cash	8900	-
drawings	14000	-
building	160000	-
advertisement	10000	-
interest on bank overdraft	4500	-
Total	1032600	1032600

Adjustments:

1. Closing stock is valued at Rs. 36000
2. Rent Rs. 2000, salaries Rs. 8000,  
and interest on bank overdraft Rs. 2500 is outstanding

3. Depreciation will be charged on furniture @ 10%
4. Interest on capital and Drawings will be @ 10%
5. Prepaid wages Rs. 2000
6. Miscellaneous expenses will be paid in advance Rs. 200

Q.2. 'Every Debit must have is corresponding Credit.' Discuss this statement.

Q.3. "Is trial balance a conclusive proof of the accuracy of the books of accounts." If not, what are the errors which remain undetected inspite of its agreement?

Q.4. Explain the meaning of depreciation. Enumerate different methods of depreciation with a example?

Q.5. Explain the following with examples:

- a.) Money Measurement concept, (b.) Dual Aspect, (c.) Accounting Period

Q.6. Explain the procedure of recording the journal entries in a journal. Give specimen of a journal with five transaction recording in it?

Q.7. What purpose do the purchase return and sales return book serve? How they are prepared? In what respect they are different from each other?

Q.8. Enumerate books, where non-cash transactions are recorded. Explain the various columns used in any one of them?

