



**Dayananda Sagar University**

**SCHOOL OF ENGINEERING**

Hosur Main Road, Kudlu Gate, Bangalore-560068

**Department of Computer Applications**

**1<sup>st</sup> Semester B.C. A.**

**INTERNAL ASSESSMENT TEST – II**

**Subject: Accounting and Financial Management (AFM)**

**Subject Code: 16CA105**

**Max. Marks: 50**

**Date: 16/10/2017**

**Time:**

**Duration: 1 ½ Hrs**

- Note:** 1. Answer any FIVE full questions.  
2. Each question carries 10 Marks.

- 1) Differentiate between Capital Expenditure and Revenue Expenditure.
- 2) Explain the following Accounting Terms with atleast five examples for each.
  - i) Fixed Assets
  - ii) Current Assets
  - iii) Current Liabilities
  - iv) Indirect Expenses
- 3) Mr Kanan started a new business named M/s, Vogue Garments. The following transactions took place in the first month. Prepare the journal entries for the same.
  - a) Kanan Invested cash in the company's capital Rs 25,00,000/- ✓
  - b) Paid assistant's monthly salary of Rs 10,000/- ✓
  - c) Opened a Bank Current Account with Rs 50,000/- ✓
  - d) Took a bank loan Rs 3,50,000/- ✓
  - e) Bought equipment for cash Rs 1,80,000/- ✓
  - f) Provided services for cash Rs 3,80,000/- ✓
  - g) Paid Electricity Expenses Rs 10,500/- ✓
  - h) Billed to M/s. K-Tech Marketing for services provided Rs.1, 80,000/-
  - i) Paid Salary of the Engineering Staff Rs 30,000/-
  - j) Paid Rent for the month Rs 50,000/-

Personal  
debit  
the receiver  
credit  
the  
giver

Debit  
Nominal  
expense  
Debit all  
expense  
loss  
credit all  
gains  
and profit  
income

Debit  
what  
comes  
in  
credit  
what  
goes  
out

4) Differentiate between Single Entry System and Double Entry System of Accounting.

5) From the following balances obtained from the Account Books of Mr. H. Balram.

Prepare the Profit & Loss Account for the year ending 31<sup>st</sup> March 2018.

- a) Stock as on 1<sup>st</sup> April-2017.....80,000 ✓
- b) Purchases for the year .....2,20,000 ✓
- c) Sales for the Year .....5,20,000 ✓
- d) Purchase>Returns.....25,000 ✓
- e) Freight Inward .....17,900 ✓
- f) Wages .....17450 ✓
- g) Salaries.....35,000 -
- h) Advertisement.....10,000
- i) Electricity Charges.....7,400
- j) Office Administrative Expenses 5600
- k) Bad Debts.....12,000
- h) Rent.....12,000
- i) Discount allowed.....6,000
- j) Commission Paid.....11,000
- k) Distribution expenses.....6,000
- l) Repairs.....6,000
- m) Closing Stock as on 31<sup>st</sup> March 2018 ✓ 45,000

6) Draw a Format of Balance Sheet with examples and imaginary figures.

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