

OXFORD COLLEGE OF ENGINEERING & MANAGEMENT

Assignment on Financial Accounting-I, BCA Second semester

Submission on 30th Ashad, 2074

Attempt all questions:

1. What is Financial statement? Explain the it's objectives.
2. What are the qualitative characteristics of accounting information.
3. Prepare the Accounting equation of Mega Marketing Ltd. From the following transactions.

Aug 1, Began business by contributing Rs. 35,000 cash for shares.

Aug 3, Purchased office equipment on credit of Rs.12,000.

Aug 4, Paid office rent for the month of Rs 2000.

Aug 6, purchase office supplies of Rs 1500.

Aug 7, billed customers for service provided of Rs 8300.

Aug10 Received cash for service to be provided later Rs 2600.

Aug 13 Paid on account for equipment purchased on Aug 3, Rs 4000.

Aug 17 Paid assistant salary Rs 3000.

Aug 31 Received (but not paid) electricity bill for the month Rs 270.

4.Sun set computer Center, Pokhara was organized on April, 2010.Surise's transactions during the first month of its operation are summarized below.

April 1: Received contribution of Rs. 100,000 from each of the four principal owners for shares.

April 8: Signed a one year promissory note of Laxmi bank ltd. And received cash of Rs. 1,30,000.

April 10: Purchased five computers sets @ Rs.25,000 each with down payment of Rs.75,000 and signed four months 10% note payable for the balance.

April 12:Paid Rent for the month of Rs.10,000.

April 15: Billed a customer for services provided amounting to Rs.25,500.

April 28:Received Rs.15,000 cash from clients billed on April 15.

April 29: Received and paid Telephone bill of Rs.2,000.

Required: Journal entries, T- account and Trial balance.

5.Gautam College of Applied Business opened a software design service on January 20 ,2012. During January the following transaction occurred.

Jan 20: Rs 50,000 received in exchange of shares.

21:Purchased office supplies on Credit Rs.8,000

22:Purchased office Equipment on credit Rs. 18,000

23: Paid rent of Rs.1,000 for the month and Rs.4,000 for the next mont

24:Received cash for service performed Rs.21,000.

26:Paid half of the liability of equipment purchased on January 22.

27: Paid full amount for office supplies that were purchased in Jan. 21.

Required: Record each of these transactions in an Accounting equation.

Q.N.6.The following list of accounts was taken from the general lodger of Splendar corporation on December 31,2012.

Account titles	amount	Amount titles	amount
Account payable	7650	Utilitiy expenses	1400
Account receivable	5325	Income tax	1700
Automobiles	9200	expense	2500
Building	150,000	Income tax	1300
Capital stock	100,000	payable	50000
Cash	10500	Interest revenue	90000
Commissions	2600	Land	6000
expenses	12750	Notes payable	500
Commissions	2000	Salaries	1,10,025
revenue	85000	Supplies	
Dividends		expenses	
Equipments		Retaining earning	

Required: Prepare a trial balance as of this date, with the accounts arranged in the following order.

- | | | |
|---------------|------------------|-------------|
| 1.assets | 3.Owner's equity | 5.Expenses |
| 2.liabilities | 4.Revenuse | 6.Dividends |

Q.N. 7. The trial balance of Suzuki Trade House ltd. is follows:

Suzuki Trade House Ltd.

Trial Balance 31st December 2015

Name of the Accounts	Debit Rs.	Credit Rs.
Cash	10,000	
Receivables	7,000	
Inventory	3,000	
Prepaid expenses	1,500	
Property, Plant and equipment at cost	30,000	
Acc. dep. Property, Plant and equipment		3,000
Brands, Trademarks and goodwill	20,000	
Other assets	5,000	
Notes payable		9,000
Account Payable		10,000
Accrued payroll		3,000
Advances on sales(deferred revenue)		6,000

Other current liabilities		5,000
Long term debt		10,500
Other non-current liabilities		9,500
Preferred stock		5,000
Common stock		10,000
Retained earning (Jan 1, 2015)		6,000
Additional paid in capital		1,000
Net sales		21,000
Cost of goods sold	15,000	
Selling and administration expenses	1,500	
Interest expenses	2,000	1,000
Gain on sale of machine		
Income taxes	1,000	
Cash dividend	4,000	
Total	100,000	100,000

Required:

Prepare Income statement (using a multiple step format) & classified balance sheet.

8) Write short notes:

- a. Journal Entries
- b. Compound journal
- c. Ledger