

Model Question

First Semester B.Sc Mathematics Degree Examination(SDE)

(Complementary Course I)

FUNDAMENTALS OF FINANCIAL ACCOUNTING (CO-1131)

SECTION – A

Answer **all** questions. Each question carries **1** mark.

1. What do you mean by Joint Stock Company?
2. What is an MNC?
3. Define “Accounting”.
4. Express the dual aspect concept with the help of an equation.
5. What do you mean by posting?
6. What do you mean by narration?
7. What is a contra entry?
8. What do you mean by cash discount?
9. What is a debit note?
10. What is the main objective of the preparation of Trial balance?

SECTION – B

Answer **eight** questions. Each question carries **2** marks.

11. What is the difference between profit organisation and non-profit organisation?
12. What are the features of a partnership firm?
13. What are the rules of debit and credit in accounting?
14. List the names of subsidiary books.
15. Draw a format of journal.
16. Why ledger is called as books of secondary entry
17. State the meaning of convention of consistency.
18. Explain the posting from Purchase day book.
19. What is the difference between cash book and cash account?
20. What do you mean by imprest system of petty cash book?
21. What do you mean by closing entries? Give an example.
22. What is the difference between cash discount and trade discount?

SECTION – C

Answer **six** questions. Each question carries **4** marks

23. What are the features of joint stock company form of organisation?
24. Differentiate between single entry and double entry system.
25. Journalise the following transactions:

2017 Jan 1 Manoj started business with cash ₹ 50,000

- 2 Purchased machinery 20,000
- 5 Purchased goods 12,000
- 6 Sold goods 10,000
- 7 Sold goods to Arjun 5,000
- 12 Paid rent 2,000
- 25 Paid Salary 3,000
- 31 Paid life insurance premium of self 500

26. Prepare a simple cash book from the following details.

- 2018 Mar 1 Opening balance 52,000
- 2 Purchased machinery 25,000
- 5 Purchased goods 10,000
- 6 Sold goods 18,000
- 17 Paid rent 3,000
- 28 Paid Salary 4,000
- 30 Paid life insurance premium of self 500

27. Prepare a purchase day book from the following information:

Date	Supplier	Amount <input type="checkbox"/>
2016 Feb 2	M/s Ibrahim and sons	18000
5	ABC company	24000
12	Sabarinath	4500
20	Kalpaka brothers	12000
28	Gopalan	2500

28. Vivek started business with the following assets.

- Cash - 10,000
- Stock - 15,000
- Plant - 18,000
- Bank loan - 5,000

Give a journal entry to record the above.

29. Malu purchased furniture from globaltraders for cash 5,000.

- a) Name the subsidiary book the above transaction will be recorded.
- b) If the furniture purchased above, is on credit. Identify the subsidiary book in which the transaction will be recorded?

30. What do you mean by petty cash book? Draw a format of analytical petty cash book?

31. What are the entries recorded in journal proper?

SECTION – D

Answer two questions. Each question carries 15 marks

32. Write a brief note on accounting concepts and conventions?

33. Journalise the following transactions and post them in to ledger accounts.

- 2018 Jan 1 Mathew started business with cash 25,000
- 2 Purchased Furniture 20,000
- 7 Purchased goods 10,000
- 6 Sold goods 15,000
- 7 Sold goods to Arjun 5,000

34. Prepare a cash book with suitable columns.

2014 April 1 Opening Balance

Cash - 3,000

Bank - 7,000

April 2 The amount collected from cash sales put into the bank 14,000.

April 3 Bank charges ₹ 700.

April 4 Interest debited in the pass book ₹ 3,000.

April 5 Rent debited in the pass book ₹ 400.

April 6 Wages paid ₹ 500.

April 7 A cheque received from Sajeev given to bank for collection ₹ 4,500.

April 8 Bank has intimated the dishonour of cheques of ₹ 4,500 and ₹ 50 has been charged for dishonour.

35. What are the objectives of preparing trial balance? From the following ledger balances prepare a trial balance.

Capital	50,000
Salary	5,500
Purchases	15,000
Commission (Cr)	2,000
Sales	30,000
Insurance	700
Opening stock	400
Bank loan 10%	8,000
Debtors	12,000
Creditors	10,000
Trading Expenses	1,000
Cash in hand	10,000
Wages	500
Buildings	40,000
Bad debts	1,000
Copy right	10,300
Furniture	3,000
Interest (Dr)	600