



QP CODE: 19103228



Reg No : .....

Name : .....

**B A DEGREE (CBCS) EXAMINATION, NOVEMBER 2019**

**First Semester**

B.A Corporate Economics Model III

**Core Course - EC1CRT29 - FINANCIAL ACCOUNTING - I**

2017 Admission Onwards

0C76B23F

Time: 3 Hours

Maximum Marks :80

**Part A**

*Answer any **ten** questions.*

*Each question carries 2 marks.*

1. What is Accounting?
2. What is Liabilities of the firm?
3. What is Full Disclosure Principle?
4. What is journalising?
5. What is Trial Balance?
6. What is error of Omission?
7. What is Apprenticeship premium?
8. What are the features of Balanvesheet?
9. What is the equation to find out profit or loss under single entry system?
10. Explain the importance of charging depreciation.
11. What is Total debtors account under single entry system?
12. What is Fixed installment method?

(10×2=20)

**Part B**

*Answer any **six** questions.*

*Each question carries 5 marks.*

13. What are the advantages and disadvantages of accounting?
14. Explain rules of debit and credit.





15. Journalise the following transaction and prepare ledger accounts.
1. Arjun started business with Rs.12,000
  2. Purchased goods for cash Rs.6,000
  3. Purchased furniture Rs.2,000
  4. Sold goods for cash Rs.8,000
  5. Opened bank account Rs.5,000
  6. Purchased goods and paid by cheque Rs.4000
  7. Cash sales Rs.3000
  8. Paid in to bank Rs.2000
  9. Paid salary by cheque Rs.400
  10. Received commission Rs.200
16. What are the causes of disagreement between the Pass book balance and Cash book balance?
17. Opening stock Rs.2,00,000  
Wages Rs.20000  
Wages Outstanding Rs.5000  
Sales 50,000  
Closing stock Rs. 190,000  
Find out Gross profit or Gross loss.
18. Explain the difference between Balance sheet and Statement of affairs.
19. Mr. Incomplete started a small retail shop on 1st Jan, 2016 with a capital of Rs.25000. On 31st Dec, 2016, he had cash in hand Rs.3000, Cash at bank 7500, Stock in trade Rs.6500, Sundry Debtors Rs.12000, Furniture Rs 6000 and Sundry Creditors Rs 5000. During the year he withdrew Rs 6000 for personal purpose .  
Ascertain the profit or loss of Mr. Incomplete for the year ended 31st Dec, 2016.
20. Capital as on 1st January, 2017 Rs. 25600  
Capital as on 31st December, 2017 Rs. 30400  
Drawings during the year 2017 Rs. 12600  
Additional Capital introduced on 30th Sept, 2017 Rs. 4000  
Calculate the Profit or Loss for the year 2017.
21. From the following information ascertain the amount of profit or loss earned by Alex during 2017.  
Capital on 1/1/2017 Rs.70,000  
Capital on 31/12/2017 Rs.1,20,000  
Drawings during 2017 Rs.30,000  
Additional capital introduced during 2017 Rs.40,000

(6×5=30)

### Part C

Answer any **two** questions.

Each question carries **15** marks.





22. Anoop had the following transaction. Use accounting equation to show their effect on his assets, liabilities and capital.

1. Started business with	Rs.10,000
2. Purchased goods for cash	Rs.3,000
3. Purchased goods on credit	Rs.3,000
4. Paid salary	Rs.200
5. Withdrew cash for personal purpose	Rs.300
6. Received commission	Rs.300
7. Sold goods costing Rs.1,500 on credit, Rs.2,000	
8. further capital introduced	Rs.2,000
9. Cash received from debtors	Rs.800
10. Bank loan received	Rs.3,000

23. From the following account balances ,prepare a trial balance as on 31st March 2017.

Particulars	Rs.
Plant and machinery	20,000
Land and building	35,000
Furniture	500
Advertisement	300
Purchases	75,000
Sales	1,25,000
Discount allowed	3000
Discount received	2,000
Return inwards	4,000
Return outwards	1500
Rent	1500
Bills receivable	8,000
Bills payable	5,000
Opening stock	24,000
Duty and clearing charges	4,000
Factory expenses	7,000
Electricity and water	3,250
Office expenses	7,500
Wages	6,500
Carriage	3,000
Sales expenses	4,250
Debtors	18,000
Creditors	12,000
Cash	2000
Capital	85,500





24. What are the various types of direct and indirect incomes in Trading and Profit and Loss account? Explain each item.
25. What is depreciation? What are the causes of depreciation? Explain the methods of charging Depreciation.

(2×15=30)

