

QP CODE: 18103829



18103829

Reg No : .....

Name : .....

**B A DEGREE (CBCS) EXAMINATION, DECEMBER 2018**

**First Semester**

B.A Corporate Economics Model III

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

2018 Admission only

3BC08F28

**Maximum Marks: 80**

**Time: 3 Hours**

**Part A**

Answer any **ten** questions.

Each question carries **2** marks.

1. What is Book keeping?
2. What are the benefits of accounting?
3. What is Capital?
4. What is ledger?
5. What is Compensating error?
6. What is the objective of preparing Bank Reconciliation Statement?
7. What is Wages?
8. What is outstanding income?
9. What is conversion method?
10. Who prepares single entry system mainly? Explain the reasons of preparing single entry system?
11. single entry system is unscientific - Comment
12. What is Depreciation?

(10×2=20)

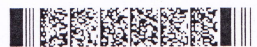
**Part B**

Answer any **six** questions.

Each question carries **5** marks.

13. Explain the Scope and important objectives of Accounting.





14. On Wednesday, the 1st February 2010, a petty cashier is paid Rs. 200 as imprest money. During the month, his expenses were as under

2010 Feb

2	Stationery	Rs.12.0
4	Taxi fare for manager	Rs. 21.00
5	Postage	RS.16.50
7	Cartage	3.50
9	Telegrams to customers	Rs.8.00
10	Printing charges	14.60
13	pins and clips	Rs.7.40
18	Refreshment to a customer	Rs 34.00
21	Travelling expenses	Rs.22.00
24	Sivarathri festival contributions	Rs.15.00
27	Carriage on goods	Rs.18.00
28	Repair to typewriter	Rs.12.00

Prepare petty cash book.

15. Show the accounting equation in the basis of following transactions.
1. Raj commenced business with cash Rs. 60,000 and goods for Rs. 40,000
  2. Credit purchase of goods for Rs. 20,000 and cash purchase Rs. 30,000
  3. Paid wages Rs. 5,000
  4. Paid to creditors Rs. 10,000
  5. Goods worth Rs. 20,000 sold for Rs.30,000 of which Rs.15,000 received in cash.
16. What are the objectives of preparing trial balance?
17. Explain the objectives and features of profit and loss account.
18. Explain the features of Balancesheet.
19. Explain three important limitations of single entry system.
20. How to findout profit or loss under single entry system through statement of affairs method? Write the equation.
21. Explain the methods of charging depreciation.

(6×5=30)

### Part C

Answer any **two** questions.

Each question carries **15** marks.

22. Explain About various Generally Accepted Accounting Principles (GAAP).



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 is Trading account? What are the objectives of preparing Trading account? Explain the various direct expenses and direct incomes in Trading account.
25. XLtd ; purchased a motor car on 1st January 2001 for Rs.100000.Prepare Motor Car Account for 3 years by charging depreciation @ 10% p.a. under diminishing balance method.

(2×15=30)