



# SAINTGITS COLLEGE OF APPLIED SCIENCES PATHAMUTTOM, KOTTAYAM

**SAINTGITS**  
LEARN.GROW.EXCEL

## First Internal Examination, September 2023

Department of Commerce, Semester 5

**FUNDAMENTALS OF ACCOUNTING**

**Total: 40 marks**

**Time: 1.5 hours**

### Section A

*Answer any 5 questions. Each question carries 2 marks.*

1. Define Journal.
2. Why Accounting is called the language of the Business world? Explain
3. Distinguish between Book Keeping and Accounting
4. Explain the features and objectives of journal?
5. What are the advantages of Double Entry System of Accounting?
6. Narrate the golden rules of accounting.

**(5 x 2 =10 Marks)**

### Section B

*Answer any 3 questions. Each question carries 5 marks.*

7. Explain the types of accounts
8. X & Co had the following balances as on 31<sup>st</sup> March, 2018. Pass the opening entry.

	Rs.
Machinery	25,000
Sundry Debtors	20,000
Sundry Creditors	12,000
Bank Overdraft	3,000
Reserve Fund	5,000
Prepaid Insurance	1,000
Outstanding Salaries	2,000
Furniture	8,000
Bills Receivable	4,000
Bills Payable	1,000

9. Explain the accounting concepts.  
10. What are the functions of accounting?

(3 x 5 = 15 Marks)

### Section C

*Answer any 1 question. The question carries 15 marks*

11. Show the accounting equation on the basis of the following transactions.

- i. Mohan commenced business with cash Rs.70,000.
- ii. Purchased goods on credit Rs. 14,000.
- iii. Withdrew cash for private use Rs. 1,700.
- iv. Goods purchased for cash Rs. 10,000.
- v. Paid wages Rs.300.
- vi. Cash paid to creditors Rs. 10,000.
- vii. Sold goods (cost Rs.12,000) on credit Rs. 15,000.
- viii. Sold goods (cost Rs.3,000) for cash Rs.4,500.
- ix. Purchased Furniture Rs.500

12. Pass necessary Journal Entries

Date	Transactions	Amount (Rs.)
2019		
Jan 1	Started business with	50,000
Jan 2	Purchased furniture	15,000
Jan 3	Purchased goods for cash	9,000
Jan 5	Open bank account	8,000
Jan 7	Purchased goods for cash	7,000
Jan 8	Sold goods for cash	12,000
Jan 12	Withdrew cash for personal purpose	3,000
Jan 16	Purchased goods from Roy	9,000
Jan 18	Sold goods to James	15,000
Jan 20	Cash received from James	12,000
Jan 21	Cash paid to Roy	6,000
Jan 24	Paid salary	2,000



[Scan QR code for Answer Key]

(1 X 15 = 15)