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STATEMENT OF PROFIT /LOSS:

CAPITAL AT THE END	500000
ADD DRAWINGS	50000
	<u>550000</u>
LESS CAPITAL AT BEGINNING	500000
PROFIT	<u>50000</u>

Answer any 4 questions from 21 to 30 .Each carries 4 Scores

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QUALITATIVE CHARACTERISTICS OF ACCOUNTING INFORMATION

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NOTE ON

- A) MONEY MEASUREMENT CONCEPT
B) DUAL ASPECT CONCEPT

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A	<u>RENT A/C</u>	DR	2000	
	TO CASH A/C			2000
B	<u>DRAWINGS A/C</u>	DR	5000	
	TO BANK A/C			5000
C	<u>BANK A/C</u>	DR	4000	
	TO CASH A/C			4000
D	<u>FURNITURE A/C</u>	DR	7000	
	TO FURNITURE MART A/C			7000

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ACCOUNTING EQUATION

	LIABILITIES	+	CAPITAL	=	CASH	+	MACHINERY	+	STOCK
			CAPITAL	=	CASH		MACHINERY		STOCK
1			500000	=	500000	+	0	+	0
2			0	=	(-70000)	+	70000	+	0
NEW EQ.			500000	=	430000	+	70000	+	0
3			0	=	(-50000)	+	0	+	50000
NEW EQ.			500000	=	380000	+	70000	+	50000
4			5000	=	30000	+	0	+	(-25000)
NEW EQ.			505000	=	410000	+	70000	+	25000

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CAUSES OF DEPRECIATION

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OBJECTIVES OF PREPARING TRIAL BALANCE

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JOURNAL IN THE BOOKS OF ANU

2020	BINDU A/C	DR	50000	
Jun-15	TO SALES A/C			50000
	(.....)			
Jun-15	B/R A/C	DR	50000	
	TO BINDU A/C			50000
	(.....)			
Sep-18	CASH	DR	50000	
	TO B/R A/C			50000
	(.....)			

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$$\begin{aligned} \text{COST OF GOODS SOLD} &= \text{OP STOCK} + \text{PURCHASE} + \text{DIR. EXP.} - \text{CLOSING STOCK} \\ &= 30000 + 150000 + 10000 - 40000 \\ &= 150000 \\ \text{GROSS PROFIT} &= \text{SALES} - \text{CGS} \\ &= 200000 - 150000 \\ &= 50000 \end{aligned}$$

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PROFIT AND LOSS ACCOUNT

TO SALARIES	17000		BY GP	54000
ADD O/S	2000	19000		
RENT	4000			
LESS PREPAID	1000	3000		
INSURANCE		1500		
NET PROFIT		30500		
		54000		54000

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STATE DIFFERENT ELEMENTS OF COMPUTER SYSTEM

Answer any 5 questions from 31 to 40 .Each carries 5 Scores

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<u>A</u>		<u>B</u>	
a	DOCUMENTARY EVIDENCE	4	VOUCHER
b	EXCESS OF EXP. OVER INCOME	3	LOSS
c	CURRENT ASSETS	5	CASH AT BANK
d	INVESTMENT BY OWNER	1	CAPITAL
e	DEBENTURE	2	LONG TERM LIABILITY

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A 1/7/2020

B REVENUE REALISATION CONCEPT

The concept of revenue recognition requires that the revenue for a business transaction should be included in the accounting records when it is realised.

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RAMESH A/C

2020				2020			
May-05	TO SALES		10000	May-01	BY CASH		5000
15	TO CASH		4000	10	BY PURCHASE		7000
				31	BY BALANCE C/D		2000
			14000				14000

Jun-01 TO BALANCE B/D

2000

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CASH BOOK(SINGLE COLUMN)

DT		RN	LF	DT		VN	LF
N1	BALANCE		25000	N4	RAJAN		1200
12	SUJA		3800	7	PURCHASE		1600
16	SALES		1900	20	MUKESH		1300
				25	CARTAGE		200
				30	SALARY		2000
				30	BALANCE C/D		24400
			30700				30700

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ANALYTICAL PETTYCASH BOOK

CASH REC.	DT	PARTICULARS	LF	VN	TOT PAY	POSTAGE	STATIONER	CARTAGE	TRA.EXP	TELEPHON
2000	DE 1	CASH								
		1 POSTAGE			100	100				
		4 STATIONERY			140		140			
		10 BUS FARE			110				110	
		13 TAXI			125				125	
		15 STAMP			105	105				
		18 ENVELOP			80		80			
		22 TEL.CHARGE			135					135
		31 CARTAGE			150			150		
					945	205	220	150	235	135
		31 BALANCE			1055					
2000					2000					
1055	J1	BALANCE								

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CAUSES OF DIFFERENCES BETWEEN CASHBOOK AND PASS BOOK BALANCES

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TRIAL BALANCE

	DR	CR
CAPITAL		50000
DRAWINGS	8000	
MACHINERY	10000	
SALES		75000
PURCHASE	80000	
DEBTORS	28000	
CREDITORS		25000
SALARY	10000	
RENT	9000	
CASH	5000	
TOTAL	150000	150000

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DIRECT EXPENSES: - PURCHASE,WAGES,OCTROI

INDIRECT EXPENSES:- SALARY,REPAIR,RENT,AVERTISEMENT

DIRECT INCOME:- SALES

INDIRECT INCOME:-COMMISSION RECEIVED, INTEREST RECEIVED

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A) MANAGERS COMMISSION

In P&L ACCOUNT: IT IS DEBITED

In BALANCE SHEET : IT IS SHOWN ON LIABILITY SIDE

B) INTEREST ON CAPITAL

In P&L ACCOUNT: IT IS DEBITED

In BALANCE SHEET : IT IS ADDED WITH CAPITAL ON LIABILITY SIDE

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ADVANTAGES OF COMPUTERISED ACCOUNTING SYSTEM

Answer any 2 questions from 41 to 44. Each carries 8 Scores

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JOURNAL

2020 Mar-01	CASH TO CAPITAL A/C (STARTED BUSINESS WITH CASH)	DR	80000	80000
2	BANK TO CASH A/C (-----)	DR	10000	10000
4	PURCHASES TO CASH A/C (-----)	DR	15000	15000
8	CASH TO SALES A/C (-----)	DR	22000	22000
14	MACHINERY TO CASH A/C (-----)	DR	40000	40000
20	KRISHNAN TO SALES A/C (-----)	DR	11000	11000
23	RENT TO CASH A/C (-----)	DR	4000	4000
30	SALARIES TO CASH A/C (-----)	DR	7000	7000
			189000	189000

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PURCHASE BOOK

DATE	NAME OF SUPPLIER	INV	LF	RS
2020				
Apr-10	OMEGA TRADERS			24000
18	AHAMMED CO			43000
23	DEVIN TRADERS			56000
28	MINERVA TRADERS			48000
	<u>TOTAL</u>			171000

PURCHASE RETURN BOOK

DATE	NAME OF SUPPLIER	DEBIT NOTE NO	LF	RS
2020				
Apr-14	OMEGA TRADERS			1500
25	AHAMMED CO			1400
27	DEVIN TRADERS			800
30	MINERVA TRADERS			900
	<u>TOTAL</u>			4600

NOTE : THE TRIAL BALANCE OF THE QUESTION SHOWS A SHORTAGE OF Rs.1400 IN THE DEBIT SIDE. IN ORDER TO CORRECT THE QUESTION , THE SHORT AMOUNT IS TREATED AS AN ASSET IN THE NAME "CASH AT BANK - 1400"

TRADING AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31-3-2020

TO	OPENING STOCK	20000	BY SALES	160000	
	PURCHASE	80000	LESS RETURN	400	159600
	LESS RETURN	1200			
	WAGES	12000	CLOSING STOCK		4000
	DOCK CHARGES	8000			
	ROYALTY	8000			
	GROSS PROFIT C/D	36800			
		163600			163600
	DONATION	1200	BY GP B/D		36800
	DELIVERY EXP	12000	MISC INCOME		12000
	LIGHTING	1000	RENT FROM TENANT		4000
	BADDEBTS	1200			
	NET PROFIT	37400			
		52800			52800

BALANCE SHEET AS ON 31/3/2020

LIABILITIES	RS	ASSETS	RS
CREDITORS	14000	CASH IN HAND	6000
B/P	2000	CASH AT BANK	1400
CAPITAL	80000	DEBTORS	12000
ADD NP	37400	STOCK	4000
	117400	INVESTMENT	12000
LESS DRAWINGS	4000	PATENT	8000
	113400	MACHINERY	86000
	129400		129400

A SALARY OUTSTANDING 5000

In P&L ACCOUNT: IN DEBIT SIDE,RS 5000 IS ADDED WITH SALARY

In BALANCE SHEET : IT IS SHOWN ON LIABILITY SIDE

B PREPAID INSURANCE 7000

In P&L ACCOUNT: IN DEBIT SIDE, RS 7000 IS DEDUCTED FROM INSURANCE

In BALANCE SHEET : IT IS SHOWN ON ASSET SIDE

C RENT RECEIVED IN ADVANCE 6000

In P&L ACCOUNT: IN CREDIT SIDE, RS 6000 IS DEDUCTED FROM RENT

In BALANCE SHEET : IT IS SHOWN ON LIABILITY SIDE

D DEPRECIATION ON MACHINERY 4000

In P&L ACCOUNT: IN DEBIT SIDE,IT IS SHOWN AS "DEPRECIATION 4000"

In BALANCE SHEET : IT IS DEDUCTED FROM MACHINERY ON ASSET SIDE