

## First Year Accountancy with computerised accounting

Max:60 scores

Time:2Hrs

### I Answer any 8 questions from 1 to 9. Each carries 1 score

1. Mr Anil purchased goods from Mr Sunil for ₹2000. Identify the debtors and creditors.
2. GAAP stands for -----
3. The process of recording transaction in the journal is called-----
  - a) Posting
  - b) Journalising
  - c) Balancing
  - d) Recording
4. Purchase a computer from AB LTD on credit is recorded in -----
  - a) Purchase book
  - b) Cash book
  - c) Journal proper
  - d) None
5. Bank reconciliation statement is prepared by -----
  - a) Banker
  - b) Depositor
  - c) Debtor
  - d) Creditor
6. The statement prepared to check the arithmetical accuracy of ledger accounts
  - a) Trial balance
  - b) Ledger
  - c) Journal
  - d) Balance sheet
7. The term amortization is related with decrease in the value of-----
  - a) Tangible assets
  - b) Intangible assets
  - c) Wasting assets
  - d) Current assets
8. Which of the following is not included in the financial statements of a sole trading concern

- a) Trading account
- b) Profit and loss account
- c) Balance sheet
- d) Trial balance

9. Debiting wages account with the amount of wages paid on erection of machinery is -----

- a) Error of omission
- b) Error of principle
- c) Error of commission
- d) None

**II Answer all questions from 10 to 14. Each carries 2 scores**

10. Classify the following assets into current asset and fixed asset

- a) Cash in hand
- b) Building
- c) Prepaid insurance
- d) Furniture

11. Explain dual aspect concept?

12. State any two difference between reserves and provisions?

13. Calculate cost of good sold

Opening stock 25,000

Purchases 80,000

Direct expenses 10,000

Closing stock 15,000

14. What is bank reconciliation statement?

**III Answer all questions from 15 to 18. Each carries 3 scores**

15. State any three objectives of accounting?

16. Correct the following

- a)  $\text{Asset} = \text{liability} - \text{capital}$
- b)  $\text{Capital} = \text{asset} + \text{liability}$
- c)  $\text{Liability} = \text{asset} + \text{capital}$

17. Briefly explain compensating errors?

18. From the following prepare a Sales Day Book?

2023 Jan 7 : Sold to XY LTD on credit

25 Pants @ ₹ 400 per pant

10 Shirts @ ₹ 700 per shirt

Trade discount 10%

Jan 15: Sold to ABC LTD on credit

20 churidars @ ₹800 per churidar

20 T shirts @ ₹ 900 per T shirt

**IV Answer any 3 questions from 19 to 22. Each carries 4 score**

19. Match the following items given in set A with Set B

A

B

a) creating provision for doubtful debts

i) business entity concept

b) owner and business are separate and distinct

ii) Money Measurement Concept

c) business has fairly long life

iii) conservative concept

d) qualitative aspects are ignored in accounts

iv) going concern concept

20. Journalise the following transactions

1) Insurance paid by cheque ₹ 3000

2) Goods return by Ajmal ₹ 5000

3) Withdraw from bank for personal use ₹2000

4) Goods costing ₹1200 gave as charity

21. Cash book is both a journal and a ledger. Why?

22. Explain any four causes of depreciation?

**V Answer any two questions from 23 to 25. Each carries 5 score**

23. Prepare a trial balance from the following details

Capital 200000

Land and building 60000

Bank account 70000

Bank overdraft 30000

Prepaid rent 20000

Outstanding wages 10000

Motor car 40000

Outstanding electricity bill 30000

Cash 10000

Furniture 70000

24. Prepare a bank reconciliation statement. The cash book of Ramesh showed a balance of rupees 4900 on may 31 2022, on comparing the cash book with passbook the following were found

1. Cheque deposit into bank for collection but not collected till date ₹ 720
2. Check issued but not paid by bank ₹650
3. Direct payment by a customer to the bank not recorded in cash book ₹520
4. Interest on deposit credited in passbook ₹310
5. Discounted bill dishonoured entered only in the passbook ₹400

25. Prepare adjustment journal entries from the following

- a) Outstanding salary ₹ 500
- b) Prepaid insurance ₹700
- c) Depreciation on machinery ₹ 800
- d) Accrued interest ₹200
- e) Rent received in advance ₹300

**VI Answer any 1 question from 26 to 27. Each carries 8 score.**

26. Prepare double colum cash book from the following transactions for the month of March 2020

March 1 cash on hand ₹2000

Cash at Bank ₹ 7000

March 4 purchase goods for cash ₹ 4000

March 6 opened bank account ₹ 7000

March 10 Received cheque from Jithin and deposited the same in the bank ₹ 1000

March 12 sold goods for cash ₹ 8000

March 14 purchase good and paid by cheque ₹ 3000

March 15 paid Rani by cheque ₹ 2000

March 17 paid advertisement expense through Bank ₹1500

March 20 cash sales ₹ 8000

27. From the following trial balance prepare Trading and P&L account and balance sheet for the year ended 31st March 2020

**Trail Balance on 31 march 2020**

<b>Particulars</b>	<b>Amount</b>	<b>Particulars</b>	<b>Amount</b>
Stock on 1/4/2019	12800	Capital	60000
Cash	18000	Creditors	8400
Wages	35000	Bank overdraft	8000
Drawings	1000	Sales	233500
Debtors	45000	Purchase return	4100
Purchases	145000	Discount	800
Land& Building	20000	Bills payable	6500
Sales Return	8000		
Salary	13000		
Baddebt	700		
Insurance	8000		
Bills receivable	4000		
Investment	10000		
	<b>321300</b>		<b>321300</b>

Additional information:

1. Closing stock valued at ₹ 17000
2. Salary outstanding ₹ 700
3. Provide further bad debts for ₹ 1000
4. Insurance prepaid ₹ 1200
5. Depreciate land and building @ 10%

\*\*\*\*\*

