

Registration No :

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Total Number of Pages : 02

MAM
IMB205

2nd Semester Back Examination 2018-19

FINANCIAL ACCOUNTING

BRANCH : MAM

Time : 3 Hours

Max Marks : 70

Q.CODE : F659

Answer Question No.1 which is compulsory and any FIVE from the rest.

The figures in the right hand margin indicate marks.

- Q1 Answer the following questions : (2 x 10)**
- a) What is dual aspect in financial accounting language ?
 - b) Differentiate between cash transaction and non-cash transaction with examples .
 - c) What is the purpose of preparing journals ?
 - d) Discuss the rule for recording transactions in Nominal accounts .
 - e) Distinguish between cash discount and trade discount .
 - f) Why do you prepare a Trading Account ?
 - g) What do you mean by balancing of an account ?
 - h) What is marshaling of Balance Sheet ?
 - i) Give examples of errors of omission and commission .
 - j) Give an example of an opening entry.
- Q2 a) Explain Accounting cycle through an example . (5)**
b) Balance Sheet is arranged in two different ways . Explain them . (5)
- Q3 a) What errors are disclosed by Trial Balance ? (5)**
b) Take imaginary figures of ten accounts and prepare a Trial Balance out of it . (5)
- Q4 a) Take twelve different accounts with imaginary balances and prepare a Balance Sheet . (5)**
b) With imaginary figures show a Manufacturing Account . (5)
- Q5 a) What are the different types of share capital a company is permitted to issue? (5)**
b) What are non profit organisations? How do they maintain their accounts ? (5)

- Q6** Prepare a Trading & P/L Account and Balance sheet from the following data (10)
for the year ending 31.03 2019

| Items | Rupees | Items | Rupees |
|---------------------|----------|------------------------|----------|
| Capital | 1,80,000 | Rent | 15,000 |
| Stock (opening) | 1,00,000 | Purchases | 5,00,000 |
| Return Inwards | 10,000 | Sales | 9,00,000 |
| Return outward | 5,000 | Cash in hand | 7,000 |
| Advertisement | 5,000 | Goodwill | 15,000 |
| Plant and Machinery | 50,000 | Land and Building | 1,00,000 |
| Creditors | 20,000 | Miscellaneous expenses | 10,000 |

Additional Information :

Closing stock Rs 50,000 , Rate of depreciation 10% on fixed assets ,Salary outstanding Rs 60,000 .

- Q7** Who are the stakeholders of a business? What is their interest in its accounting information. (10)

- Q8** Write short answer on any TWO : (5 x 2)
- a) Revenue Expenditure and Capital Expenditure
 - b) Journal entries for issue of equity share capital.
 - c) Debentures.