Enrollm		am Seat No:
	C.U.SHAH UNI	VERSITY
	Winter Examina	tion-2015
Subject 1	Name : Financial Accounting	
Subject	Code: 4MS02FAC1/4MSO2FAC5	Branch :BBA/MAM
Semester Instruction		o 1:30 Marks :70
(1) U (2) I (3) I	Use of Programmable calculator & any other elementructions written on main answer book are so Draw neat diagrams and figures (if necessary) a Assume suitable data if needed.	trictly to be obeyed.
1		
1)	Which of the following are interested in acco	
	a) Proprietors	b) Creditors
2)	c) Employees	d) All of the above
2)	Goods sold to Mr. Mahesh for Rs10000 is a) Cash transaction	b) Credit transaction
	c) Exchange transaction	d) None of the above
3)	Journal is a book of	d) None of the doove
3)	a) Original entry	b) Final entry
	a) Personal record	d) Incomplete record
4)	What is the importance of ledger account?	o) momphoto record
,	a) Capital can be known easily	b) Trial balance can be prepared
	c) Total receivables can be determined	d) All of the above
5)	A credit note is issued by	
	a) Customer	b) Supplier
	c) Government	d) Sales-tax dept.
6)	Debit balance in cash book means	
	a) Cash balance	b) Bank overdraft
	c) Loan	d) Liability
7)	What will be the value of closing stock if cu	rrent value is Rs 33000 which is
	10% more than the cost price?	1 D 20000
	a) Rs. 36300	b) Rs. 30000
0/	b) Rs. 33300	d) Rs. 32400
8)	Credit balance of profit and loss account is	
	a) Gross profit	b) Gross loss
U /	c) Net profit	d) Net loss
9)	Errors of principle will not effect	h) Trial halanga
	a) Ledger accounts	b) Trial balance



c) Companies' profit

d) All of above



	10)	Salary paid is un recorded. By rectification the profit will		
		a) Increase	b) Decrease	
		c) Not be changed	d) None of above	
	11)	Out of the following which has a credit bala	ance in the books a firm?	
		a) Interest on loan taken	b) Interest on capital	
		c) Interest on drawings	d) Interest on partner's Loan	
	12)	Debit balance as per passbook means		
		a) Bank overdraft	b) Bank balance	
		c) Subsidy	d) None of above	
	13)	is a copy of traders accounts in the bo		
		a) Passbook	b) Cheque book	
		c) Cashbook	d) Journal book	
	14)	is a fixed asset.		
		a) Trademark	b) Land	
		c) Creditors	d) Stock	
Atten	ipt any fo	our questions from Q-2 to Q-8.		
O 2	A)	Describe the advantages of accounting		(7)
Q-2	B)	Name any 7 accounting concepts and expla	in any 2 concepts in detail	(7)
	D)	Name any 7 accounting concepts and expla	in any 2 concepts in detail	(7)
Q-3	A)	Explain the difference between Bookkeepin	ng and Accounting	(7)
Q J	B)	Explain the difference between Cash and C	<u> </u>	(7)
	D)	Explain the difference between cush and c	real transactions.	(1)
Q-4	A)	Prepare a purchase book containing 7 imag	inary transactions with figures	(7)
	B)	Prepare a sales book containing 7 imaginar		(7)
			·	` ′
Q-5	A)	Journalize the following transactions in the	books of Mr. ABC	(7)
		<u>August 2015</u>		
		1 He started business with Rs. 200	000 cash	
		3 Purchased goods for Rs.3000		
		6 Sold goods of Rs. 2000 to MR. R	RAMESH	
		8 Sold goods for Rs. 1500		
		10 Purchased goods of Rs. 2000 from		
			ds worth Rs.5000 from MR.PARESH	
		13 Cash purchase of Rs. 800 and cash		
	(B)	Prepare a Trial Balance from the following	balances as on 31/03/2015	(7)
		Capital a/c 105000		
		Purchase a/c 5721000		
		Sales a/c 4964500		
		Returns outward a/c 50500		
		Returns inward a/c 45500		
		Debtors a/c 3129500		
		Creditors a/c 2659000		
		Bills receivable a/c 1075000		





Bills payable a/c	2570000
Furniture a/c	125000
Salary a/c	234000
Stationary a/c	75500
R & sons a/c (Cr)	125000
Cash a/c	68500

Q-6 Prepare final accounts of XYZ from the Trial-Balance and additional information (14) given below for the year ended of 31/03/2015

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HHAI	Darance	as on	-) 1/	(),)/	2010

Debit Balance		Credit Balance		
Opening stock	8000	Capital	120000	
Drawings	5000	Sales	85000	
Purchases	40000	Bills payable	1600	
Wages	1850	Purchase return	2600	
Stationary	2500	Goods given as samples	2000	
Rent	1000	Commission	4000	
Goodwill	25000	Creditors	10000	
Debtors	20000	Interest	1300	
Sales returns	1600	Goods taken for personal		
Salaries	6000	use	2400	
Bed debt	2000	Dividend	1500	
Carriage inward	500	Discount	800	
Cash on hand	1550			
Building	80000			
Bills receivable	3000			
Investments	10000			
Discount	700			
Carriage outward	1500			
Bank balance	13000			
Furniture	5000			
Advertisement	3000			
Total	231200		231200	

Additional information

- 1) The value of closing stock is Rs. 20000 but its market value is 10% less
- 2) Write of bad debt of Rs. 1000
- 3) Depreciate building by 10% and furniture by 5% for the year
- 4) Outstanding dividend on investments is Rs. 800
- 5) Unpaid salaries are Rs. 2000
- 6) Rent of Rs 400 is paid in advance
- 7) Interest received in advance is Rs. 600
- 8) Calculate 12% interest on capital and 14% on drawings



Q-7		From the following transactions of Shree Shreyansh prepare a bank reconciliation statement			
		1 Bank balance as per passbook on 31/03/2015 is Rs. 22400			
		2 Cheques of Rs 10600 are issued but cheques of Rs. 4000 were not presented			
		3 Cheques for Rs. 8000 were deposited in the bank out of which cheques of Rs. 5260 were credited in the passbook			
		4 Bank paid Rs 1850 on behalf of Shreyansh for bills payable which is not recorded in the passbook			
		5 Cheque of Rs 2700 given to Mr. A is not recorded in the cashbook			
		6 Cheque of Rs.3320 is received from Mr. B which is recorded in the cashbook but not sent for collection to the bank			
		7 Bank charges Rs. 150 are recorded twice in the cashbook			
		8 Bank collected interest on investment Rs. 925 and credited in passbook but the same is not recorded in cashbook			
		9 Mr. C deposited Rs. 1500 directly in the account of Shree Shreyansh about which Mr. Shreyansh has no information			
		10 Interest Rs. 300 is credited by the bank which is not recorded in cashbook			
Q-8	(A)	Write note on "Types of errors"	(7)		
	(B)	Explain the usefulness of Accounting Standards	(7)		