



BRAINWARE UNIVERSITY

Term End Examination 2022

Programme – B.Com.(BFA)-Hons-2018/B.Com.(BFA)-Hons-2019/B.Com.(BF)-Hons-2021/B.Com.(BF)-Hons]-2022

Course Name – Financial Accounting
Course Code - BBFH010401/BCMC101
(Semester I)

Full Marks : 60

Time : 2:30 Hours

[The figure in the margin indicates full marks. Candidates are required to give their answers in their own words as far as practicable.]

Group-A

(Multiple Choice Type Question)

1 x 15=15

1. Choose the correct alternative from the following :

- (i) Identify the Pioneer of Accounting
- | | |
|-----------------------|------------------|
| a) Arthur Field House | b) Gitman |
| c) William Pickles | d) Lucas Pacioli |
- (ii) Identify the Accounting information consists of
- | | |
|---|---|
| a) Cost and income for managers | b) Companys tax liability for a particular year |
| c) Financial conditions of an institution | d) All of these |
- (iii) An accounting system is recognize by a business to
- | | |
|---|--------------------------------------|
| a) Analyze Transactions | b) Handle routine book keeping tasks |
| c) keep track of Liabilities and Assets | d) All of these |
- (iv) Interpretation can be explained as
- | | |
|--|--|
| a) Explanation of meaning and significance of the data in Financial Statements | b) Concerned with preparation and presentation of classified data |
| c) Systematic analysis of recorded data | d) Methodical classification of data given in Financial Statements |
- (v) The main function of Accounting is to
- | | |
|--|---|
| a) Record economic data | b) Provide informational basis for action |
| c) Classify and record business transactions | d) All of these |
- (vi) Patents, Copyrights and Trademarks are classified as
- | | |
|----------------------|-----------------|
| a) Current assets | b) Fixed assets |
| c) Intangible assets | d) All of these |
- (vii) Which one states that assets equal liabilities plus capital?
- | | |
|------------------------|-----------------------|
| a) accounting equation | b) financial equation |
| c) statements | d) none of these |

Depreciation was provided at 10% p.a. on the Diminishing Balance Method. Show the Machinery Accounts for three years from 2011-2013. (year ended 31st December)

8. Differentiate between Capital expenditure & Revenue expenditure. (5)
9. Describe the functions of accounting. (5)
10. Estimate the amount of net profit/net loss from the following information by preparing a P/L Account in the books of CORONA Ltd as on 31.3.2022: Gross Profit-Rs.100000, Telephone expenses - Rs.5000, salaries- Rs.3000, depreciation - Rs.10000, postage & stationery - Rs.11000, discount allowed -Rs.10000, discount received - Rs.15000, bad debts-Rs.3000, rent received - Rs.16000, traveling expenses - Rs.10000, insurance premium -Rs.12000. (5)
11. Journalize the following transactions with narrations: a. Invested Rs.50000 in cash as capital. (5)
b. Purchased furniture for Rs.5000 in from Mr. Rahim. c. Deposited Rs.30000 in SBI. d. Sold office furniture for Rs.10000 in cash e. Withdrawn Rs,45000 from SBI for personal use
12. A merchant, while balancing his books of accounts notices that the T.B. did not tally. It showed excess credit of Rs. 1,700. He placed the difference to Suspense A/c. Subsequently he noticed the following errors: (a) Goods brought from Narayan for Rs.5,000 were posted to the credit of Narayana's A/c as Rs. 5,500 (b) An item of Rs.750 entered in Purchase Returns Book was posted to the credit of Pandey to whom the goods had been returned. (c) Sundry items of furniture sold for Rs.26,000 were entered in the sales book. (d) Discount of Rs.300 from creditors had been duly entered in creditors A/c but was not posted to discount A/c. Pass necessary journal entries to rectify these errors. Also show the Suspense A/c (5)

OR

Explain Accounting Cycle. (5)
