



PRESIDENCY UNIVERSITY

BENGALURU

Roll No.														
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End - Term Examinations – MAY 2025

Date: 29-05-2025

Time: 01:00 pm – 04:00 pm

School: SOL	Program: B.Com LLB	
Course Code : BCL1003	Course Name: Financial Accounting – I	
Semester: II	Max Marks: 100	Weightage: 50%

CO – Levels	C01	C02	C03	C04	C05
Marks	14	14	14	39	19

Instructions:

- Read all questions carefully and answer accordingly.
- Do not write anything on the question paper other than roll number.

Part A

Answer ALL the Questions. Each question carries 2marks.

10Q x 2M=20M

1.	Abbreviate the term GAAP.	2 Marks	L1	C01
2.	Write a note on Shareholders Fund.	2 Marks	L1	C01
3.	Discuss the purpose of maintaining Book Keeping.	2 Marks	L1	C02
4.	Describe the term “Contra”.	2 Marks	L1	C02
5.	Write a note on Suspense Accounts.	2 Marks	L2	C03
6.	State the purpose of Preparing Ledger Accounts.	2 Marks	L1	C03
7.	List the Items cover under the head Depreciation & Amortization Cost.	2 Marks	L2	C04
8.	Define Financial Statement.	2 Marks	L2	C04
9.	Calculate gross profit from the following. (a) Sales: Rs. 5,00,000 (b) Sales Returns: Rs. 17,500 (c) Gross Profit Ratio: 33 1 / 3 % on cost of sales	2 Marks	L2	C05
10.	Calculate Insurance claims assuring the insurance policy contains average clause. A trader’s stock valued Rs. 80,000 was totally destroyed. The stock in godown was insured for Rs. 60,000. The Balance of stock left after fire, appeared in the books at Rs. 48,000.	2 Marks	L2	C05

Part B

Answer the Questions.

Total Marks 80M

11.	a.	“Accounting is the language of business.” Elaborate.			10 Marks	L2	CO1	
Or								
12.	a.	Distinguish between Accounting and Bookkeeping.			10 Marks	L2	CO1	
13.	a.	Enter the following transaction in Three-Column Cash Book of Mr. Suman and Balance the same.				10 Marks	L2	CO2
		01.08.2014	Cash in hand	₹1,50,000				
			Cash at bank	₹80,000				
		03.08.2014	Purchased machinery by cheque	₹20,000				
		07.08.2014	Cash paid into bank	₹40 000				
		09.08.2014	Received from Karthick ₹5,120; Discount allowed	₹80				
		12.08.2014	Received cheque from Ganesh ₹9,800; Allowed him discount	₹200				
		13.08.2014	Withdrew cash from bank for personal use	₹10,000				
		15.08.2014	Paid to Mani by cheque ₹7,940 in full settlement of his account	₹8,000				
		19.08.2014	Ganesh’s cheque deposited into bank					
		25.08.2014	Rent paid by cheque	₹6,000				
		30.08.2014	Dhanush, a customer, has paid directly into our bank account	₹20,000				
		Or						
14.	a.	Write up sales book from the following transactions and post them to ledger.				10 Marks	L2	CO2
		Date	Particulars					
		10.01.2012	Sold goods to Siva, Chennai 60 meters Cotton @ ₹50 per meter 50 meters Silk @ ₹80 per meter Less: 10% trade discount					
		12.01.2012	Sold goods to Raja, Theni 30 meters Cotton @ ₹55 per meter 20 meters Velvet @ ₹80 per meter Less: Trade discount @ 10%					
		18.01.2012	Raja & Sons purchased from us 10 meters Cotton @ ₹60 per meter 5 meters Velvet @ ₹90 per meter Less: 10% trade discount					
		23.01.2012	Sold to Balaji & Bros., Madurai. Shirt cloths ₹700 Sarees ₹2,500					
15.	a.	Journalise the following transactions in the books of Kumaran, for May 2010.				10 Marks	L3	CO3
		01 Commenced business with a capital of Rs. 1,00,000						
		05 Cash deposited into bank Rs. 15,000						
		10 Purchased goods from Asfar Rs. 20,000						
		13 Sold motor car for cash Rs. 5,000						
		15 Paid cheque to Asfar Rs. 7,500						

		20 Sold goods to Prince Rs. 8,500 24 Paid import duty Rs. 500 29 Prince paid Rs. 3,250 and settled the account 30 Paid Rs. 12,000 to Asfar and settled his account 31 Paid salaries Rs. 9,000 and rent Rs. 1,500			
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Or

16.	a.	Prepare a Trial Balance as on 31 st March 2010, from the books of Mrs. Chandini.				10 Marks	L3	CO3
			(₹)		(₹)			
		Capital	2,49,000	Drawings	24,000			
		General Expenses	97,000	Buildings	78,000			
		Machinery	1,18,680	Opening Stock	1,32,400			
		Wages	14,400	Insurance	2,610			
		Bad Debts	1,100	Creditors	5,000			
		Sales	3,30,720	Loan (Cr.)	75,000			
		Commission (Dr.)	5,500	Purchases	2,10,800			
		Bills Payable	7,700	Reserve Fund	15,000			
		Bank Overdraft	28,600	Cash in Hand	25,320			
		Discount Allowed	1,210					

17.	a.	<p>From the following information of Chandra Group of Companies, you are required to prepare the statement of profit and loss for the year ended 31st March 2023.</p> <ul style="list-style-type: none"> i. Revenue from operations – 32,50,000 ii. Discount received – 75,000 iii. Commission Received – 75,000 iv. Wages – 65,000 v. Salary – 85,000 vi. Depreciation on Assets – 35,000 vii. Cost of Materials Consumed – 15,00,000 viii. Carriage – 15,000 ix. Bad Debts – 22,500 x. Directors Fees – 37,500 xi. Audit Fees – 25,000 xii. Loss on sale of Assets – 1,25,000 xiii. Interest paid on Debenture – 18,000 xiv. Interest on Loan – 31,000 xv. Tax @ 35%. 	15 Marks	L3	CO4
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Or

18.	a.	<p>List out items appearing under the head of:</p> <ul style="list-style-type: none"> a) Cost of materials consumed b) Employee benefit cost c) Finance Cost d) Depreciation & Amortization Cost e) Other Expenses 	15 Marks	L3	CO4
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19.	a.	<p>The following information was extracted from the books of Mr. Vivek after a fire broke out in his business premises on 19th October 2011. From the details, compute the amount of claim to be lodged, assuming the accounts are closed on 31st March every year.</p> <table><tr><th>Particulars</th><th>(₹)</th></tr><tr><td>Stock on 01.04.2011</td><td>1,00,000</td></tr><tr><td>Purchases upto Date of Fire</td><td>5,25,000</td></tr><tr><td>Wages</td><td>92,500</td></tr><tr><td>Manufacturing Expenses</td><td>57,500</td></tr><tr><td>Sales upto Date of Fire</td><td>7,50,000</td></tr><tr><td>Gross Profit Ratio</td><td>15%</td></tr><tr><td>Salvaged Stock</td><td>37,500</td></tr></table>	Particulars	(₹)	Stock on 01.04.2011	1,00,000	Purchases upto Date of Fire	5,25,000	Wages	92,500	Manufacturing Expenses	57,500	Sales upto Date of Fire	7,50,000	Gross Profit Ratio	15%	Salvaged Stock	37,500	15 Marks	L3	CO5																																								
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20.	a.	<p>A fire occurred on 15th September 2024 in the godown of M/s Aravind. From the following figures, ascertain the Claim to be lodged.</p> <p>Stock as on 1st April 2024 Rs. 2,00,000</p> <p>Purchases (01.04. 2024 to 15.09.2024) Rs. 6,00,000</p> <p>Manufacturing Expenses Rs. 4,00,000</p> <p>Sales (01.04.2024 to 15.09.2024) Rs. 14,00,000</p> <p>Rate of Gross Profit 25% on Sales</p> <p>Stock Salvaged Rs. 32,000</p>	15 Marks	L3	CO5																																																								
21.	a.	Draw the format of the Income Statement and Balance Sheet of companies as per Companies Act, 2013.	20 Marks	L3	CO4																																																								
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22.	a.	<p>From the following ledger balances of Regal Limited as on 31st March 2015. You are required to prepare the Balance Sheet as on 31st March 2015 as per Revised schedule III of the Indian Companies Act.</p> <p style="text-align: center;">Trial Balance as on 31st March 2015</p> <table><tr><th>Particulars</th><th>Rs.</th><th>Particulars</th><th>Rs.</th></tr><tr><td>Leasehold property</td><td>16,00,000</td><td>Share Capital</td><td>20,65,000</td></tr><tr><td>Bank balance</td><td>1,05,000</td><td>Staff Provident fund</td><td>8,00,000</td></tr><tr><td>Plant & Machinery</td><td>9,00,000</td><td>Capita redemption reserve</td><td>2,20,000</td></tr><tr><td>Goodwill</td><td>3,00,000</td><td>General reserve</td><td>1,90,000</td></tr><tr><td>Investment in a subsidiary Co.</td><td>11,50,000</td><td>Deposits from public</td><td>9,00,000</td></tr><tr><td>P & L A/c</td><td>70,000</td><td>Accounts payable</td><td>2,10,000</td></tr><tr><td>Stock of finished goods</td><td>1,20,000</td><td>Short Term loan from SBI</td><td>1,78,000</td></tr><tr><td>Accounts receivable</td><td>2,40,000</td><td>Unclaimed dividend</td><td>6,000</td></tr><tr><td>Preliminary Expenses</td><td>39,000</td><td></td><td></td></tr><tr><td>Underwriting commission</td><td>45,000</td><td></td><td></td></tr><tr><td></td><td>=====</td><td></td><td>=====</td></tr><tr><td></td><td>45,69,000</td><td></td><td>45,69,000</td></tr><tr><td></td><td>=====</td><td></td><td>=====</td></tr></table>	Particulars	Rs.	Particulars	Rs.	Leasehold property	16,00,000	Share Capital	20,65,000	Bank balance	1,05,000	Staff Provident fund	8,00,000	Plant & Machinery	9,00,000	Capita redemption reserve	2,20,000	Goodwill	3,00,000	General reserve	1,90,000	Investment in a subsidiary Co.	11,50,000	Deposits from public	9,00,000	P & L A/c	70,000	Accounts payable	2,10,000	Stock of finished goods	1,20,000	Short Term loan from SBI	1,78,000	Accounts receivable	2,40,000	Unclaimed dividend	6,000	Preliminary Expenses	39,000			Underwriting commission	45,000				=====		=====		45,69,000		45,69,000		=====		=====	20 Marks	L3	CO4
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