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# PRESIDENCY UNIVERSITY

Presidency University Act, 2013 of the Karnataka Act No. 41 of 2013 | Established under Section 2(f) of UGC Act, 1956  
Approved by AICTE, New Delhi | Approved By BCI  
Bengaluru

## Even Semester Mid Term, March 2026

Date: 11/03/2026

Time: 11:45 AM - 01:15 PM

Course Code: BCL2112

Course Name: Financial Accounting II

Semester: Fourth Semester

Max. Marks: 50

Weightage: 50%

CO - Levels	CO1	CO2
Marks	44	46

### PART-A: Answer Following Questions. 10 M

Qn.No	Questions	M	CO	BT
1	Define Bank Reconciliation Statement (BRS)	2	CO1	BT1
2	Cash Book shows a debit balance of ₹15,000. Cheques issued but not presented ₹2,000. Find the Pass Book balance.	2	CO1	BT3
3	A club received ₹ 25,000 as subscription during the year 2025. Outstanding subscription at the end of 2024 amounted to ₹ 3,000. Subscription received in advance for the year 2026 was ₹ 2,000. Calculate the amount of subscription to be shown in the Income and Expenditure Account for the year 2025.	2	CO2	BT3
4	What is the accounting treatment for general donation and specific donations?	2	CO2	BT1
5	Identify the following items as Revenue Expenditure or Capital Expenditure: a) Salaries b) Plant purchased c) Rent paid d) Investments	2	CO2	BT3

### PART-B: Answer Any 1 Following Questions. 10 M

Qn.No	Questions	M	CO	BT
6	Prepare a Bank Reconciliation Statement of M/s. Madhavi Traders and find out the balance as per Pass Book as on 31-12-2018.  a. Cash book balance as on 31-12-18 is ₹ 58000/-	10	CO1	BT3

	<p>b. Cheques amounting to ₹ 25000 issued on 25-12-18 were presented for payment on 5-1-19</p> <p>c. A cheque for ₹ 20000 deposited on 21-12-18 was returned dishonoured on 8-1-19</p> <p>d. Interest on investments ₹ 1500 was collected and credited by bank but no entry is in the cash book.</p> <p>e. Bank charges debited in Pass book only ₹ 120</p>			
7	<p>On 31st March 2024, the Bank Column of the Cash Book of M/s Raghav Enterprises showed a debit balance of ₹ 85,000. However, the Pass Book showed a different balance due to the following reasons:</p> <ol style="list-style-type: none"> <li>Cheques amounting to ₹ 25,000 were issued on 28th March 2024, out of which cheques worth ₹ 15,000 were presented for payment before 31st March.</li> <li>Cheques amounting to ₹ 18,000 were deposited into the bank, but only ₹ 10,500 were credited by the bank before 31st March.</li> <li>A customer directly deposited ₹ 12,000 into the bank account, but no entry was made in the Cash Book.</li> <li>Bank charges of ₹ 750 were debited in the Pass Book only.</li> <li>Interest on investment ₹ 2,500 was collected and credited by the bank, but not recorded in the Cash Book.</li> </ol> <p>Prepare Bank Reconciliation Statement as on March 31st, 2024.</p>	10	CO1	BT3

**PART-C: Answer Any 1 Following Questions. 10 M**

Qn.No	Questions	M	CO	BT
8	Explain the causes for difference between Cash Book and Pass Book balances	10	CO1	BT2
9	<p>The Cash Book shows an overdraft of ₹40,000 as on 31-03-2025. The following are the particulars:</p> <ol style="list-style-type: none"> <li>Cheques issued ₹10,000 not presented.</li> <li>Cheques deposited ₹12,000 not cleared.</li> <li>Bank charges ₹1,500 as per pass book.</li> </ol>	10	CO1	BT3

- d. Interest on overdraft ₹3,000.
- e. Direct deposit by customer ₹7,000.
- f. Dividend collected ₹2,000.
- g. Insurance premium paid by bank ₹2,500.
- Prepare Bank Reconciliation Statement.

**PART-D: Answer Any 1 Following Questions. 10 M**

Qn.No	Questions	M	CO	BT
10	Explain the differences between Receipts & Payments Account and Income & Expenditure Account.	10	CO2	BT2
11	From the following particulars prepare a Receipts and Payments A/c.  Cash in hand (Opening) 1,000 Cash at Bank (Opening) 5,000  Subscription received 33,000  Donations received 2,600  Rent Received 6,000  Cash balance (Closing) 200  Investments purchased 10,000  Rent paid 4,000  General expenses 2,100  Postage & stationery 700  Sundry expenses 300  Salaries Paid 4,000	10	CO2	BT3

**PART-E: Answer Any 1 Following Questions. 10 M**

Qn.No	Questions	M	CO	BT
12	Explain the features of Income & Expenditure account.	10	CO2	BT2
13	Following is the Receipts and Payments account of Visakapatnam cultural club for the year ended 31-12-2000.	10	CO2	BT3

## Receipts & Payments Account

Dr

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Receipts	Rs.	Payments	Rs.
To Donations	25,000	By Salaries	900
To Life membership	2,000	By Cricket	300
To Sports competition fund	5,000	By Tennis	270
To Subscription (including Rs. 50 for 2001)	1,600	By Insurance	180
To Locker rent	50	By Garden maintenance	85
To Interest on securities	200	By Printing	15
To Cricket	150	By Telephone	125
To Tennis	100	By Investments	9,000
To Billiards	100	By Balance c/d	1,825
Total	34,200	Total	34,200

### Adjustments:

Subscriptions receivable for 2000 Rs. 150, outstanding salaries Rs. 100. Half of the donations are to be capitalised, accrued interest Rs. 300, Prepaid insurance Rs. 30. Prepare Income and Expenditure Account for the year ended 31-12-2000.