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Bengaluru

Mid Term Examinations - October 2026

Date: 06/10/2026 **Time:** 09:30 AM - 11:00 AM

Course Code: CBS1031 **Course Name:** Accounting

Semester: First Semester **Max. Marks:** 50 **Weightage:** 50%

CO - Levels	CO1	CO2	CO3
Marks	24	44	22

PART A: Answer Following Questions. 10 M

Q.N.	Questions	M	CO	BT
1	**State True or False with reasoning: "On the debit side of Trial Balance, liabilities and incomes are recorded.".**	2	CO1	BT1
2	**State the debit and credit rules of Personal account with one example.**	2	CO1	BT1
3	**Give journal Entry for goods returned inwards of Rs. 2,500 from Sita.**	2	CO2	BT2
4	**In Cash Book, only cash transactions are recorded. State True or False with reasoning.**	2	CO2	BT2
5	**How do you treat Purchase of Machinery wrongly debited to Purchases A/c in final accounts?**	2	CO3	BT3

PART B : Answer Any 1 Following Questions. 10 M

Q.N.	Questions	M	CO	BT
6	**Discuss the significance of accounting. Also state differences between book-keeping and accounting.**	10	CO1	BT2
7	**Explain the relationship of accounting with other disciplines.**	10	CO1	BT2

PART C: Answer Any 1 Following Questions. 10 M

Q.N.	Questions	M	CO	BT
8	**Sanjana started business on 1.8.2026 with Rs. 30,000 capital and banked the amount immediately. She entered into the following transactions during August 2026: 5th Purchased goods on credit from Sham Rs. 10,000 with CGST and SGST at 6% each. 8th Withdrawn from bank Rs. 8,000 for office use 10th Paid rent Rs. 4,000 by cheque 19th Sold goods for Cash Rs. 20,000 with the CGST and SGST at 6% each. Required: Pass journal entries in the books of Sanjana.**	10	CO2	BT2

9	**Prepare Triple Column Cash Book in the books of Komal. Cheques are first treated as cash receipt.** **August 2026** | **Rs.** **1** | **Komal commenced business with Cash** | **50,000** **3** | **He paid into Current A/c** | **25,000** **4** | **Received cheque from Raj on account** | **7,000** **7** | **He pays in to Bank Raj's cheque** | **7,000** **10** | **He pays Suresh by cheque and is allowed discount Rs. 35** | **700** **12** | **Ramesh pays into his Bank A/c** | **2,000** **15** | **He receives cheque from Devendra and allows him discount Rs. 60** | **600** **20** | **He receives cash Rs. 100 and cheque Rs. 300 for cash sale** | **25** | **He pays into Bank, including cheques received on 15th and 20th** | **3,000** **27** | **Bought Computer by cheque** | **39,000** **30** | **Paid Postage in cash** | **200**	10	CO2	BT3

PART D: Answer Any 1 Following Questions. 10 M				
Q.N.	**Questions**	**M**	**CO**	**BT**
10	**On 31.3.2026 the Bank column of Raju's cash book showed a Credit balance of Rs. 42,000. On examination of the cash book and bank statement you find that:** **(i) Cheques amounting to Rs. 4,00,000 which were issued to trade payables and entered in the cash book before 31.3.2026 were not presented for payment until that date.** **(ii) Cheques amounting to Rs. 1,20,000 had been recorded in the cash book as having been paid into the bank on 31.3.2026, but were entered in the bank statement on 2.4.2026.** **(iii) A cheque received for Rs. 10,000 had been dishonoured prior to 31.3.2026, but no record of this fact appeared in the cash book.** **(iv) A Interest on Bond of Rs. 2,00,000, credited direct in to the bank had not been recorded in the cash book.** **(v) Bank charges amounting to Rs. 9,000 had been charged in the bank statement but not entered in the cash book.** **(vi) No entry had been made in the cash book for a direct payment of electricity bill by the bank of Rs. 7,000 in March 2025.** **Required:** **(a) To make appropriate adjustments in the cash book bringing down the correct balance, and** **(b) To prepare a statement reconciling the adjusted balance in the CB with the balance shown in bank statement.**	10	CO2	BT3
11	**On 1.7.2022, Maritime Limited purchased second hand machine for Rs. 1,20,000 and reconditioned** **the same by spending Rs. 18,000. On 1.1.2023 a new machine was purchased for Rs. 72,000.** **On 30th June, 2024 the machine purchased on 1.1.2023 was sold for Rs. 48,000 and another** **machine was installed at a cost of Rs. 90,000. Rate of Dep is 15% on original cost every year.** **Show the Machinery Account from 1st July, 2022 to 31st March, 2025.**	10	CO2	BT3

PART E: Answer Any 1 Following Questions. 10 M				
Q.N.	**Questions**	**M**	**CO**	**BT**

12	**Trial Balance of Prashanth as on 31.3.2025 is as follows:** **Particulars Rs. Particulars Rs.** **Machinery 4,00,000 Capital 5,00,000** **Furniture 30,000 Discount received 40,000** **Stock on 1.4.2024 3,00,000 Creditors 5,20,000** **Rent 10,000 Sales 41,00,000** **Debtors 4,14,000 Bills Payable 10,000** **Cash at Bank 70,000** **Purchases 21,35,000** **Wages 15,00,000** **Salaries 1,40,000** **Insurance 63,000** **General Expenses 10,000** **Bad debts 25,000** **Discount allowed 65,000** **Postage 8,000** **51,70,000 51,70,000** **The following adjustments are pending:** **(i) Closing Stock on 31.3.2025 is Rs.4,00,000.** **(ii) Outstanding rent Rs. 10,000.** **(iii) Provide depreciation at 5% per annum on furniture and 10% on machinery.** **(iv) Prepaid Insurance Rs. 8,000.** **(v) Further bad debts Rs.5,000** **Required: Prepare Trading A/c, P/L A/c for the year ending 31.3.2025 and the Balance Sheet as on 31.3.2025.**	10	CO3	BT3
13	**On 31.3.2025 the Trial Balance of Mahesh, a Manufacturer was as follows.** **Debit Balances Rs. Credit Balances Rs.** **Stock on 1.4.2024 Capital Account 1,20,000** **Raw Materials 19,000 Sales 1,67,000** **Work in Progress 1,000 Sale of Scrap 3,000** **Finished goods 10,000 Commission Received 1,000** **Debtors 55,000 Creditors 11,500** **Freight on Purchases 1,000 Bills Payable 7,500** **Wages 7,000** **Salaries 11,000** **Bank 23,000** **Rent 8,000** **Lighting 2,000** **Office Furniture 10,000** **Repairs to Plant 2,000** **Purchases 85,000** **Plant and Machinery 76,000** **3,10,000 3,10,000** **The following additional information is available:** **(a) Stocks on 31.3.2025 were: Raw Materials Rs. 7,000 and Finished goods Rs. 10,000** **(b) Salaries unpaid for March 2025 was Rs. 1,000** **(c) Machinery is to be depreciated by 10% and office furniture by Rs. 1,000** **(d) Lighting is to be charged equally between factory and office.** **Prepare the Manufacturing A/c Trading A/c, P/L A/c and the B/S relating to 31.3.2025.**	10	CO3	BT3