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Mid Term Examinations - October 2026

Date: 09/10/2026 **Time:** 11:45 AM - 01:15 PM

Course Code: CBS1025 **Course Name:** Financial Accounting

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

CO - Levels	CO1	CO2	CO3
Marks	56	74	50

PART A: Answer Following Questions. 10 M

Q.N.	Questions	M	CO	BT
1	. Accounting information is also used by those who are not directly involved in the business activities. Name 2 external users of accounting information.	2	CO1	BT1
2	Accounting cycle ends with the preparation of financial statements. Name any two financial statements.	2	CO1	BT1
3	What are the duties of a Company Director?	2	CO1	BT1
4	Name any four accounting concepts.	2	CO1	BT1
5	What do you mean by double entry system of Book keeping?	2	CO2	BT1

PART B : Answer Any 1 Following Questions. 10 M

Q.N.	Questions	M	CO	BT
6	There are various types of Business organisations in India. Explain in detail any four types of business organisations.	10	CO1	BT2
7	Explain the concept of corporate governance.	10	CO1	BT1

PART C: Answer Any 1 Following Questions. 10 M

Q.N.	Questions	M	CO	BT
8	Journalize the following transactions in the books oF RK Ltd. Aug 2026 1 Started Business with a capital of Rs 5,000 2 Purchased goods from Guru for Rs 1,500 3 Paid to Guru in full in cash Rs 1,450 4 Sold goods to Kamal for Rs 500 5 Received cash from Kamal Rs 450 in full settlement 7 Purchased furniture for Rs 1,000 8 Sold goods for Rs 1,300 9 Received interest Rs 50 10 Deposited cash in to bank Rs 1000	10	CO2	BT3

PTO (Please Turn Over)

9	Give accounting Equation for the following transactions of Liza Pvt. Ltd. for January 2026: 1. Commenced business with cash Rs. 2,00,000 2. Purchased Land Rs. 50,000 3. Bought goods for cash Rs. 80,000. 4. Cash sales of worth Rs. 25,000 5. Bought goods on credit from Salman of worth Rs. 50,000 6. Sales on credit to Amir Rs. 12,000 7. Received cash from Amir of Rs. 10,000. 8. Paid expenses of Rs. 10,000.	10	CO2	BT3

PART D: Answer Any 1 Following Questions. 10 M

Q.N.	Questions	M	CO	BT
10	Arun Ltd. had started a manufacturing unit and the company purchased machinery worth ₹80,000 on 1st April 2021 and had spent Rs. 20,000 for its installation. The estimated life of the machinery is 5 years, and its scrap value is ₹0. The company sold off the machinery on March 31st 2025 for Rs. 10,000. Calculate the annual depreciation using the Straight-Line Method, Profit or loss occurred by the company. Prepare the Machinery Account, Provision for Depreciation Account as well as depreciation account for 4 years.	10	CO3	BT3
11	XYX Ltd. decided to merge with PQR ltd. and the newly formed company purchased equipment for ₹10,00,000 on 1st April 2020. The rate of depreciation is 10% per annum on Written Down Value Method. The company sold off the machinery on March 31st 2024 for Rs. 70,000. Calculate the annual depreciation using Written down value Method, Profit or loss occurred by the company. Prepare the Machinery Account, provision for depreciation account as well as depreciation account for 4 years.	10	CO3	BT3

PART E: Answer Any 1 Following Questions. 10 M

Q.N.	Questions	M	CO	BT
12	From the following transactions of **M/s Raj Traders**, prepare **8 Ledger Accounts** for April 2026: **Date** — **Transaction** — **Amount (₹)** Apr 1 — Started business with cash — 2,00,000 Apr 2 — Purchased goods for cash — 40,000 Apr 4 — Purchased goods on credit from **Amit** — 50,000 Apr 6 — Sold goods for cash — 70,000 Apr 8 — Sold goods on credit to **Ravi** — 60,000 Apr 10 — Paid rent — 10,000 Apr 15 — Paid Amit — 30,000 Apr 20 — Received cash from Ravi — 40,000 **Required** Prepare the following **8 Ledger Accounts**: 1. Cash A/c 2. Capital A/c 3. Purchases A/c 4. Sales A/c 5. Amit A/c 6. Ravi A/c 7. Rent A/c	10	CO2	BT3

13	ABC Manufacturing Ltd. is a growing manufacturing company. During the financial year 2025–26, the company undertook several expenditures relating to the purchase, installation, maintenance and operation of its factory. The accounts department has recorded the following transactions: **No. Transaction Amount (₹)** 1 Purchased a new production machine for the factory 8,00,000 2 Paid transportation charges to bring the machine to the factory 40,000 3 Paid installation and testing charges for the new machine 60,000 4 Purchased raw materials for production 3,50,000 5 Paid routine repairs and maintenance of existing machinery 75,000 6 Paid factory workers' wages for the month 2,25,000 7 Replaced a major component of an existing machine, increasing its production capacity by 20% 1,50,000 8 Paid electricity charges for the factory 90,000 9 Purchased office furniture for long-term use 1,20,000 10 Paid annual insurance premium for the factory 80,000	10	CO2	BT2