



**PRESIDENCY UNIVERSITY
BENGALURU**

SET A

**SCHOOL OF COMMERCE
END TERM EXAMINATION - JAN 2024**

Semester : Semester I - 2023

Course Code : SOC2001

Course Name : Financial Accounting

Program : BCM

Date : 11-JAN-2024

Time : 1:00 PM - 4:00 PM

Max Marks : 100

Weightage : 50%

Instructions:

- (i) Read all questions carefully and answer accordingly.
- (ii) Question paper consists of 3 parts.
- (iii) Scientific and non-programmable calculator are permitted.
- (iv) Do not write any information on the question paper other than Roll Number.

PART A

ANSWER ALL THE QUESTIONS

5 X 2M = 10M

1. List out the Steps Involved in Double Entry System. (CO1) [Knowledge]
2. Define Accounting Cycle. (CO2) [Knowledge]
3. Define Income Statement. (CO3) [Knowledge]
4. Write any two objectives of Branch Accounting. (CO4) [Knowledge]
5. Define Fire Insurance. (CO5) [Knowledge]

PART B

ANSWER ALL THE QUESTIONS

5 X 10M = 50M

6. Accounting standards lay down the terms and conditions of accounting policies and practices by way of codes, guidelines and adjustments for making the interpretation of the items appearing in the financial statements. With Reference to above, Explain the objectives of Accounting Standard. (CO1) [Comprehension]

7. Prepare a Trial Balance from the following balances of Mr. Mukharjee as on 31st March 2019.

Particulars	Amount	Particulars	Amount
Cash in Hand	₹ 50,000.00	Capital	₹ 8,40,000.00
Cash at Bank	₹ 1,69,400.00	Buildings	₹ 2,30,000.00
Salaries	₹ 1,88,000.00	Plant & Machinery	₹ 1,20,000.00
Rent	₹ 96,000.00	Furniture	₹ 22,000.00
Commission (Dr)	₹ 2,800.00	Motor Car	₹ 1,36,000.00
Rates & Taxes	₹ 5,200.00	Purchases	₹ 1,88,000.00
Bad Debts	₹ 6,400.00	Sales	₹ 3,92,000.00
Insurance	₹ 4,800.00	Sundry Debtors	₹ 32,400.00
General Expenses	₹ 1,600.00	Reserves for Doubtful Debts	₹ 16,400.00
Sundry Creditors	₹ 1,36,000.00	Opening Stock	₹ 1,72,000.00

(CO2) [Comprehension]

8. From the following information of Balaji International, you are required to prepare the statement of profit and loss for the year ended 31st March 2023.
 Revenue from operations – 15,50,000 ; Rent Received – 50,000 ; Discount received – 75,000 ; Commission Received – 75,000 ; Wages – 50,000 ; Salary – 1,50,000 ; Bonus – 50,000 ; Staff Welfare Expenses – 1,00,000 ; Depreciation on Buildings – 35,000 ; Depreciation on Machinery – 32,500 ; Depreciation on Plant – 32,500 ; Opening stock of Materials – 3,00,000 ; Materials Purchased – 7,50,000 ; Closing stock of Materials – 2,20,000 ; Tax @ 30%.
- (CO3) [Comprehension]
9. From the following details, Compute the Profit/Loss made by the Trichy branch. Opening Stock at Branch Rs. 45,000 Goods Sent to the Branch Rs.1,35,000 Sales at the Branch Rs.1,80,000 Cash Sent to Branch for: Salaries Rs.15,000 Other Expenses Rs.6,000 The Branch Manager is entitled for a commission of 5% before charging such commission. It is known that branch usually sells at cost plus 20%.
- (CO4) [Comprehension]
10. A fire occurred on 15th September 2015 in the godown of M/s Aravind. From the following figures, Ascertain the Claim to be lodged.
 Stock as on 1st April 2015 Rs.1,00,000
 Purchases (01.04. 2015 to 15.09.2015) Rs. 3,00,000
 Manufacturing Expenses Rs.2,00,000
 Sales (01.04.2015 to 15.09.2015) Rs. 7,00,000
 Rate of Gross Profit 25% on Sales
 Stock Salvaged Rs.16,000
- (CO5) [Comprehension]

PART C

ANSWER ALL THE QUESTIONS

2 X 20M = 40M

11. Journalise the following transactions and prepare the Ledger Accounts in the book of Mr. Karthick

Date	Particulars	Amount
01.01.2018	Mr. Karthick Commenced business with Cash	₹ 1,00,000.00
05.01.2018	Sold goods for Cash	₹ 80,000.00
07.01.2018	Commission Received	₹ 14,000.00
10.01.2018	Interest Received	₹ 6,000.00
12.01.2018	Purchased goods for Cash	₹ 70,000.00
15.01.2018	Rent Paid	₹ 30,000.00
18.01.2018	Salaries Paid	₹ 40,000.00
20.01.2018	Mr. Karthick withdrew cash for personal use	₹ 30,000.00
22.01.2018	Furniture purchased for cash	₹ 20,000.00
27.01.2018	Printing & Stationery Paid	₹ 10,000.00

(CO2) [Application]

12. From the following Ledger balances of Varun LTD., prepare the Balance Sheet of the company as on 31st March 2021 as per Schedule III of the Companies Act.

Particulars	Amount	Particulars	Amount
Plant & machinery	6,00,000	Immovable property	10,00,000
8% Debenture	8,00,000	Public deposit	5,00,000
Employee's provident Fund	1,30,000	Provision for taxation	1,80,000
Securities premium	80,000	Drafts on hand	5,00,000
Cash at bank	34,000	Bills Receivable	2,40,000
24000 fully paid Equity shares of Rs.100 each Rs. 50 called up	12,00,000	Brokerage on issue of shares	1,10,000
Sundry Creditors	1,16,000	Bank overdraft	1,50,000
Loan to Manager	70,000	Security Deposit	1,24,000
Deposits with ICICI Bank(5 years)	1,98,000	Trade marks	1,80,000
Prepaid insurance	1,00,000		

(CO3) [Application]