

Roll No



**PRESIDENCY UNIVERSITY  
BENGALURU**

**SET A**

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

**Semester :** Semester I - 2023  
**Course Code :** BCL3101  
**Course Name :** Financial accounting  
**Program :** B.Com LLB Honors

**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 1 part.  
(iii) Scientific and non-programmable calculator are permitted.  
(iv) Do not write any information on the question paper other than Roll Number.

**ANSWER ALL THE QUESTIONS**

**10 X 10M = 100M**

**1. Describe the users of accounting information and their needs.**

(CO1) [Comprehension]

**2. Describe the distinctions between Book-Keeping and Accounting.**

(CO1) [Comprehension]

**3. Enter the following transactions in the Cash Book with Cash and Bank Columns: -**

2022	Particulars	Rs.
June 1	Cash in hand	800
	Bank Overdraft	5700
June 7	Received a cheque from Bharti	3250
June 9	Deposited the above cheque into bank	
June 12	Paid to Bhavana by cheque	2425
June 15	Bharti's cheque returned dishonoured	
June 20	Withdrew from Bank for office use	250
June 25	Cheque received from Panna Lal and endorsed it in favour of Kamal on 28th June	1200
June 30	Income Tax paid by cheque	150
June 30	Bank charges	25

(CO2) [Comprehension]

4. The following trial balance has been prepared by an inexperienced accountant. Redraft it in a correct form: -

S.No.	Name of Ledger Accounts	Dr. Balance	Cr. Balance
1	Land and Building	120000	
2	Plant and Machinery	92000	
3	Wages	18200	
4	Discount Allowed		1620
5	Discount Received	730	
6	Purchases	126000	
7	Sales		240000
8	Returned Inwards		6500
9	Returned Outwards	3370	
10	Opening Stock	15000	
11	Debtors	30000	
12	Creditors		20000
13	Carriage on Sales		3280
14	Carriage on Purchase	2800	
15	Insurance	1500	
16	General Expenses	6100	
17	Cash in Hand	2400	
18	Bank Overdraft	12100	
19	Capital		154000
20	Drawings		4800
	<b>Total</b>	<b>430200</b>	<b>430200</b>

(CO2) [Comprehension]

5. From the following information, prepare a Trading Account for the year ending 31st March,2023:

Particulars	Rs.
Opening Stock	40000
Purchases	420000
Expenses on Purchases	8000
Expenses on Sales	15000
Wages	30000
Sales	600000
Closing Stock	52000

Also calculate cost of goods sold and gross profit on the basis of cost of goods sold.

(CO3) [Comprehension]

6. 1. Calculate Gross Profit, Operating Profit and Net Profit from the following:

Particulars	Rs.	Particulars	Rs.
Opening Stock	200000	Commission Paid	2400
Purchases	1900000	Commission Received	6000
Sales	2500000	Travelling Expenses	4800
Purchase Returns	70000	Office Expenses	3500
Sales Returns	100000	Interest on Long Term Loan	22000
Wages	80000	Dividend on Investments	2800
Advertising	12000	Printing & Stationery	3600
Salaries	178000	Loss on sale of Machinery	35000
Rent & Taxes	62000	Carriage Outwards	1400
Lighting	15000	Loss by theft	25100
Gian on sale of Building	50000		

(CO3) [Application]

7. From the following details regarding West Coast Branch of Mumbai Trading Co., prepare a Branch Account in respect of the year 2023:

Particulars	Rs.
Stock on 1.1.2023	12000
Stock on 31.12.2023	9600
Debtors on 1.1.2023	10000
Debtors on 31.12.2023	11500
Goods sent to branch during 2023	42000
Cash sales	25800
Credit sales	36000
Normal loss	2000
Returns to head office	4800
Bad debts	600
Discount allowed	310
Returns from customers	3000
Expenses paid by head office	
Salaries and wages	8400
Rent (from 1.1.2023 to 31.3.2024)	5250
Sundry expenses	3600

(CO4) [Application]

8. From the following particulars relating to the Trivandrum Branch for the year ending December 31, 2023, show the Branch Account in the Head Office books:

Particulars	Rs.
Stock January 1, 2023	30000
Debtors January 1, 2023	12000
Petty Cash January 1, 2023	200
Goods sent to branch during the year	50000
Goods returned to Head Office	600
Sales at the branch:	
Cash Rs. 30000	
Credit Rs. 42000	72000
Sales returns to branch	250
Bad debts written	300
Discount allowed to customers	100
Branch expenses paid by Head Office	3000
Petty Cash sent to the branch	500
Petty cash expenses incurred by the branch	400
Furniture purchased by the branch	1000
Stock on December 31, 2023	12500
Cash received from customers	35000

(CO4) [Application]

9. on 15th February, 2023 a fire occurred in premises of company. From following particulars ascertain the amount of claim to be lodged in case of loss of stock which insured

	Rs
Stock on 1st January, 2023	5,00,000
Purchase from 1st January, 2023 to date of fire	7,50,000
Wages	2,50,000
Manufacturing Expenses	1,50,000
Sales from 1st January, 2023 to date of fire	12,00,000
The Gross profit Ratio is 25%. The stock salvaged was valued at Rs. 49,500.	

(CO5) [Application]

10. 1. On 15th June 2023, the premises and stock of a firm was destroyed by fire but the accounting records were saved from which the following particulars are available:

Stock on 1.1.2022	73,500
Stock on 31.12.2022	81,900
Purchases for the year 2022	3,98,000
Sales for the year 2022	4,87,000
Purchases from 1.1.2023 to 15.6.2023	1,62,000
Sales from 1.1.2023 to 15.6.2023	2,31,200

The stock salvaged was Rs. 5,300. Show the amount of claim.

(CO5) [Application]