

E 2195

(Pages : 4)

Reg. No.....

Name.....

B.T.S. DEGREE (C.B.C.S.S.) EXAMINATION, MAY 2015

Second Semester

Core Course 4—FINANCIAL ACCOUNTING

(2013 Admission onwards)

Time : Three Hours

Maximum : 80 Marks

Part A

Short Answer Questions.

Answer all questions.

1 mark each.

1. Who is a creditor ?
2. Give *two* examples for intangible asset.
3. Sales return shows which balance.
4. What is revenue expenditure ?
5. State the rule of real account.
6. What do you mean by depreciation ?
7. Define Capital.
8. What do you mean by drawings ?
9. What is narration ?
10. What is liquidity ?

(10 × 1 = 10)

Part B

Brief Answer Questions.

Answer any eight questions.

2 marks each.

11. What is current asset ?
12. Explain accounting period concept.
13. What is Profit and Loss Account ?
14. State the difference between direct and indirect expenses.
15. What do you mean by real account ?

Turn over

16. Define Cost Accounting.
17. State the objectives of preparing balance sheet.
18. Prepare a format for journal.
19. State the modern rule of asset.
20. Define Financial Management.
21. What is accrued income?
22. Differentiate between Journal and Ledger.

(8 × 2 = 16)

Part C

Descriptive-Short Essay Type questions

Answer any six questions.

4 marks each.

23. Briefly explain the causes of difference between cash book and pass book.
24. Distinguish between book-keeping and accountancy.
25. Discuss briefly about objectives of accounting.
26. Journalise the following transaction :
 - (i) Kiran commenced business with cash Rs. 40,000.
 - (ii) Machinery for Rs. 6,000.
 - (iii) Purchased goods worth Rs. 20,000.
 - (iv) Sold goods worth Rs. 35,000.
27. Prepare the format for Trading Account with imaginary figures.
28. From the following particulars relating to the business of Ajith on 31st March 2013. Prepare a bank reconciliation statement:

	Rs.
(i) Balance as shown by cashbook	... 20,000
(ii) Cheques issued but not yet presented for payment	... 8,000
(iii) Cheques deposited but not yet collected	... 6,000

29. Write a short note on :
 - (i) Business transaction.
 - (ii) Bills receivables.
30. Discuss the limitations of financial accounting.
31. Explain the significance of Accounting in Tourism Industry.

(6 × 4 = 24)

Part D

Long Essay.

Answer any two questions.

15 marks each.

32. Explain in detail about preparation of Bank Reconciliation Statement.

33. From the following, prepare Journal, Ledger and Trial Balance :

2011 January 1 Ganesha started business with cash Rs. 5,000 ; Rs. Stock Rs. 4,000 ;
Furniture Rs. 3,000

January 2	Opened bank account Rs. 6,000
January 4	Bought goods on credit from Vinod Rs. 6,400
January 4	Bought goods from Anil Rs. 7,000
January 5	Sold goods for cash Rs. 9,000
January 8	Sold goods on credit to Ram Rs. 6,400
January 10	Cheque received from Ram Rs. 4,400
January 12	Goods returned by Ram Rs. 450
January 14	The cheque from Ram deposited into bank Rs. 4,400
January 15	Withdrew from bank Rs. 1,800
January 17	Paid into bank Rs. 3,600
January 20	Cash sales Rs. 8,000
January 31	Paid salary Rs. 400 ; Insurance Rs. 700 ; Postage Rs. 150

34. Discuss in detail about accounting principles and concepts.

35. From the following Trial Balance of Modern Traders, Pass the necessary closing entries and prepare Trading and Profit and Loss account and Balance Sheet :

Particulars	Dr. Rs.	Cr. Rs.
Opening stock	... 12,500	
Depreciation	... 7,000	
Sales		... 1,89,000
Commission Received		... 2,000

Turn over