**Roll No.** [ ] [ ] [ ] [ ] [ ] [ ] [ ] [ ] [ ] [ ] [ ] [ ] **Total No. of Pages : 03**

**Total No. of Questions : 07**

**B.Com. (2011 & Onward) (Sem.–1)**

# FINANCIAL ACCOUNTING

**Subject Code : BCOP-101**

**Paper ID : [B1101]**

**Time : 3 Hrs.** **Max. Marks : 60**

**INSTRUCTIONS TO CANDIDATES :**

1. **SECTION-A is COMPULSORY consisting of TEN questions carrying TWO marks each.**
2. **SECTION-B contains SIX questions carrying TEN marks each and students have to attempt any FOUR questions.**

## SECTION-A

**1. Write briefly :**

a) What is accounting cycle?

b) What are personal accounts? Also, name **three** kinds of personal accounts.

c) What is a trade discount?

d) What is business entity concept?

e) What is average due date?

f) What is Account current?

g) What is Suspense Account?

h) What is error of commission?

i) What is a Contra Entry?

j) What is Scrap value of a Fixed Asset?

## SECTION-B

2. What is meant by Bank Reconciliation Statement? How is it prepared?

3. "*Trial Balance is just a proof of arithmetically accuracy*". Comment.

4. (a) What are the differences between Bills of Exchange and Promissory Note?

   (b) What are the differences between Self Balancing System and Sectional Balancing?

5. Rectify the following errors :

(a) Return outward book cast short by Rs. 100.

(b) Goods sold to *x* Rs. 500 left unposted.

(c) Goods purchased from *z* Rs. 350 debited as Rs. 530.

(d) Depreciation on Machinery Rs. 2000, credited as Rs. 200.

(e) Cash Sales Rs. 730 recorded as Rs. 530.

(f) Salary paid to Rakesh Rs. 2000, posted to his personal account as Rs. 200.

(g) Goods Returned by Tanya Rs. 1000 recorded in Return outward book as Rs. 1100.

(h) Rent paid to Landlord Ramesh Rs. 500, posted to Ramesh account as Rs. 550.

(i) Amount paid to Sunil Rs. 4000 against out acceptance debited to Sunil's a/c as Rs. 400.

(j) Wages paid Rs. 130, posted twice.

6. Following Trial Balance extracted from the books of Chandigarh Traders. Prepare set of Final Accounts :

| Particulars | Debit | Credit |
|---|---|---|
| Opening Stock | 8000 | – |
| Purchase and Sales | 35000 | 80000 |
| Returns | 2000 | 3000 |
| Drawings & Capital | 8500 | 25000 |
| Furniture | 15000 | – |
| Interest | – | 600 |
| Commission | – | 2000 |
| Discount | 700 | 500 |
| Salaries | 1600 | – |
| Insurance | 2500 | – |
| Wages | 1200 | – |
| Building | 20000 | – |
| Postage | 1000 | – |
| Bills Rec. & Bills Payable | 5000 | 1400 |
| Debtors & Creditors | 9600 | 2000 |
| Cash | 4400 | |
| **Total** | **114500** | **114500** |

**Adjustments :**

(a) Closing Stock Rs. 12500.

(b) Insurance prepaid Rs.100.

(c) Commission received in advance Rs. 400.

(d) Interest Rs. 50 has been earned but not received.

(e) Salaries outstanding Rs. 500 and Wages outstanding Rs. 80.

7. The following balances appeared in the books of Dilshad Brothers :

| **2012** | | **Rs.** |
|---|---|---|
| April,1 | Machinery Account | 500000 |
| | Provision for Depreciation A/c | 130000 |

On 1–10–2012, it was decided to sell part of the machinery for Rs. 60000. This machinery was purchased for Rs. 100000 on 1–4–2009. Prepare Machinery Account and Provision for Depreciation for the year 2012–13, assuming that the firm has been charging depreciation at 10% p.a. on Straight Line basis.