



LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034

B.Sc. DEGREE EXAMINATION – STATISTICS

SECOND SEMESTER – APRIL 2016

CO 2101 - FINANCIAL ACCOUNTING & FIN. STATE. ANALYSIS

(05th Batch)

Date: 26-04-2016
Time: 01:00-04:00

Dept. No.

Max. : 100 Marks

part A

ANSWER ALL QUESTIONS 10X2=20

1. What do you understand the term Accounting concept
2. How do you explain the term 'The Matching concept'?
3. What is Journal?
4. What is return out ward account?
5. How do you define the term Cash Discount?
6. What is the journal entry for Interest charged on drawings?
7. What do you understand the term Trial Balance?
8. How do you explain the term Single Column Cashbook?
9. Define Obsolescence
10. What do you mean by Contra Entry?

Part B

Answer any **FOUR** Questions

4x10=40

11. Briefly describe the various branches of accounting
12. Pass journal entries to the following
 - a) Commenced business with cash Rs. 50,000
 - b) Purchased goods for cash Rs. 20,000 and on credit Rs. 30,000
 - c) Sold goods for cash Rs. 40,000 costing Rs. 30,000
 - d) Rent paid Rs. 500
 - e) Bought furniture Rs. 5,000 on credit
 - f) Bought refrigerator for personal use Rs. 5,000

13. How will you classify the following into personal, real and nominal accounts?

- | | |
|----------------------------|--|
| a. Investments | b. Freehold Premises |
| c. Accrued Interest to Ram | d. Haryana Agro Industries Corporation |
| e. Janata Mechanical Works | f. Salary Account |
| g. Loose Tools Accounts | h. Purchases Account |
| i. Corporation Bank Ltd | j. Capital Account |

14. H. Ltd. purchased a machinery on 1st January, 2000 for Rs. 29000 and spent Rs. 2000 on its cartage and Rs. 1,000 on its erection. Machinery is estimated to have a scrap value of Rs. 5000 at the end of its useful life of 5 year. The accounts are closed every year on 31st December. Prepare the machinery account for five years charging depreciation according to straight line method.

15. From the following information, prepare the Trading Account for the year ending on 31 March 2002 :

Opening Stock Rs. 1,50,000,	Cash Sales Rs. 60,000,
Credit Sales Rs. 12,00,000,	Returns Outwards Rs. 10,000,
Wages Rs. 4,000,	Carriage Inward Rs. 1,000,
Freight Inward Rs. 3,000,	Cash Purchases Rs. 50,000,
Octroi Rs. 2,000,	Credit Purchases Rs. 10,00,000,
Returns Inward Rs. 20,000,	Closing Stock as on 31.3.2002
	Rs. 84,000

16. Enter the following transactions in a petty cash book maintained On Imprest System

1998	Rs.
July 15 Received from the chief cashier	2
July 16 Bought stamps	10
July 17 Paid cartage	25
July 18 Tea and Lunch expenses to customers	35
July 19 Telegram sent	5
July 20 Paid Taxi Hire	8
July 21 Purchased envelopes	6
July 22 Paid for repairs of typewriter	21

17. From the following transaction you are require to prepare Three Column Cash book.

2000			Rs.
Jan.	1	Cash balance	4000
		Bank balance	25000
Jan.	2	Cash sales	31000
Jan.	8	Cash purchases	22000
Jan.	15	Purchases of machinery by issue of cheque	10000
Jan.	20	Paid into bank	15000
Jan.	25	Rent paid by the cheque	1500
Jan.	30	Salary paid	2500

PART C

Answer any TWO questions 2x20=40

18. Enter the following transactions in proper Subsidiary Books

2003			Rs.
Aug.	1	Bought goods from Ganga	2,500
Aug.	2	Sold goods to Kaveri	1,500
Aug.	5	Yamuna sold goods to us	1,500
Aug.	8	Krishna purchased goods from us	1,200
Aug.	11	Received goods returned by Kaveri	150
Aug.	13	Returned goods to Ganga	100
Aug.	17	Sold goods to Ponni	800
Aug.	22	Purchased goods from Sindhu	900
Aug.	27	Returned goods to Yamuna	150

19. From the following Trial Balance of Mr. Nitin, prepare Trading and Profit and Loss Account for the year ending 31st March, 2002 and Balance Sheet on that date :

Debit Balance	Rs	Credit Balance	Rs.
Drawings	14,200	Capital	85,000
Plant and Machinery	19,000	Sales	2,38,120
Stock on Ist April, 2001	29,200	Discount Received	1,200
Purchases	2,07,240	Provision for Doubtful Debts	2,100
Bills Receivable	4,800	Returns outward	5,820
Returns Inwards	4,200	Apprenticeship premiums	2,400
Cash in hand	960	Bank Overdraft	4,000
Sundry Debtors	64,000	Sundry Creditors	20,000
Bad debts	3,440	Bills Payable	3,600
Sundry Expenses	8,800		
Rent	2,400		

Rates and Taxes

4,000

3,62,240

3,62,240

Adjustments:

- (i) Interest is charged on capital @ 5% per annum.
- (ii) Provide for Doubtful Debts at 5% on sundry debtors.
- (iii) Depreciation is charged on Plant and Machinery @ 10% p.a.
- (iv) Outstanding Rent was Rs. 800
- (v) There were prepaid taxes for Rs. 1,600.
- (vi) Apprenticeship Premium Rs. 400 was to be carried forward.
- (vii) The value of stock on 31st March 2001 was Rs. 34,000.

20. Prepare a three-column cash book from the following particulars of Jan. 2006:

- a. Cash in hand Rs. 50,000
- b. Paid into bank Rs. 10,000
- c. Bought goods from Harris for Rs. 500 for cash.
- d. Bought goods for Rs. 2,000 paid cheques for them, discount allowed 1%.
- e. Sold goods to Mohan for cash Rs. 250.
- f. Bank notified that Shay's cheque has been returned dishonored and debited to the account in respect of charges Rs. 10.
- g. Shay settled his account by means of a cheque for Rs. 820, Rs. 20 being interest charged.
- h. Withdrew from bank Rs. 10,000.
- i. Withdrew for personal use Rs. 1,000.
- j. Paid trade expenses Rs. 2,000.
- k. Withdrew from bank for private expenses Rs. 1,500.
- l. Issued cheque to Ram Saran for purchase of furniture Rs. 1,575.
- m. Rajesh who owned us Rs. 500 became bankrupt and paid us 50 paise in a rupee.
- n. Received payment of a loan of Rs. 5,000 and deposited Rs. 3,000 out of it into bank.
- o. Paid rent to landlord by a cheque of Rs. 500.
- p. Interest allowed by bank Rs. 30

21. From the following particulars ascertain the bank balance as per bank pass of Mr. Ramnath as on 31-12-1996.

- a) Bank Overdraft as per cash book on 31-12-1996 – Rs. 6,000.
- b) Interest on Overdraft for six months ending 31-12-1996 Rs. 200 is debited in the pass book.
- c) Cheques issued but not cashed before 31-12-96 amounted to Rs. 1,500.
- d) Cheques deposited into bank but not cleared and credited before 31-12-96 amounted to Rs. 2,500.
- e) Interest on investments collected by bank and credited in bank pass book amounted to Rs. 1,800.
- f) Bills receivable which has discounted with the bank in November 1996, was dishonoured on 31-12-96 and bank had debited Rs. 1,050 including Rs. 50 for bank charges.
- g) The bank column of cash book receipts side was over cash by Rs. 1,000 in December 1996.
- h) Bank had wrongly debited Mr. Ramnath for Rs. 500 on 10-12-96, on account of dishonor of cheque pertaining to Mr. Ramgopal but rectified the side mistake on 31-12-96.