

(Please write your Exam Roll No.)

Exam Roll No. 9

END TERM EXAMINATION

THIRD SEMESTER (BCA) JANUARY-FEBRUARY 2023

Paper Code: BCA-207

Subject: Principles Of Accounting

Time: 3 Hours

Maximum Marks: 75

Note: Attempt five questions in all including Q.No.1 which is compulsory.

- Q1. Attempt any three parts: (3x5=15)
- (a) Explain how Accounting is different from Book-Keeping.
 - (b) What is contra Entry and how it is different from other entries. Give Example.
 - (c) Explain the relevance of accounting information from the perspective of its users.
 - (d) Distinguish Between periodic and perpetual systems of inventory valuation.
- Q2. What is depreciation? What are the contributory factors for decline in fixed assets? (15)
- Q3. Pass the Journal Entry for the given transactions: (2.5x6=15)
- (a) Started business with cash Rs. 2,00,000, Goods Rs. 1,00,000, Furniture Rs.50,000.
 - (b) Goods withdrawn by the owner for personal use (Cost Price : Rs. 1000 ,Sale Price :Rs. 1200).
 - (c) Received Rs.1,975 from Ram Manohar in full settlement of his account of Rs. 2,000.
 - (d) Purchased from Hari Lal goods worth Rs. 55,000 at 20% trade discount and 5 % cash Discount terms and paid him half the amount immediately.
 - (e) Received a first and final dividend of 60 paise in a rupee from the official receiver of Mr. Shankar who owed us Rs.2000.
 - (f) Received Commission of Rs. 2,000 half of which is in advance.
- Q4. On 1st April 2014, Moon Ltd. Purchased a plant for Rs. 10,00,000. On 1st October 2014, an additional plant was purchased costing Rs. 5,00,000. On 1st October 2015, the plant purchased on 1st April 2014 was sold off for Rs.4,00,000. On 1st Oct 2016, a new plant was purchased for Rs.12,00,000 and the plant purchased on 1st October, 2014 was sold for Rs.4,20,000 on the same date. (15)

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- Q5. The Following Balances are drawn from the books of M/s Arvind Mills as on 31-12-2017. (15)

Account	Amount (in Rs)	Account	Amount (in Rs)
Land	1,00,000	Sales	3,00,000
Building	2,00,000	Purchases	1,75,000
Sales returns	10,000	Stock (1-1-17)	25,000
Purchase returns	5,000	Debtors	50,000
Bank Overdraft	15,000	Cash in hand	5,000
Creditors	20,000	Salaries	10,000
Wages	12,000	Goodwill	15,000
General Expenses	5,000	Selling Expense	12,000
Bad Debt	1,000	Insurance	1,000
Capital	2,81,000		

Adjustments:

- i) Closing Stock is Rs.30,000.
- ii) Provide for Depreciation @10% on building.
- iii) Salaries yet to be paid Rs. 3,000.
- iv) Write off further bad debt -Rs.1,000.

You are required to prepare a trading and Profit & Loss account and Balance sheet of M/s Arvind Mills.

- Q6. (a) X Ltd furnishes the following store transactions for July, 2017:-
- | Date | Description | Quantity | Value |
|-----------------------|------------------------|------------------------------|-----------|
| 1 st July | Opening Balance | 200 units | Rs. 2000. |
| 4 th July | Purchase from B & Co. | 300 units @ Rs. 12 per unit. | |
| 7 th July | Issued | 400 units | |
| 10 th July | Purchased from M & Co. | 400 units @ Rs 14 per unit. | |
| 19 th July | Issued | 300 units | |
| 22 nd July | Purchased from N & Co. | 200 units @ Rs 16 per unit. | |
| 28 th July | Issued | 300 units. | |
| 30 th July | Issued | 20 units. | |
- Calculate Cost of closing inventory and Cost of goods sold under perpetual system using FIFO and Weighted Average method. (10)
- (b) Define "Inventory" Why proper valuation of inventory important? (5)
- Q7. Explain the Following: (Attempt any three) (3x5=15)
- a) Branches of accounting
 - b) Objectives and Limitations of Accounting
 - c) Voucher system
 - d) Depreciation, depletion and Amortization with example.
- Q8. Distinguish between the following (Attempt any three) (3x5=15)
- a) Trading and Profit & Loss Account.
 - b) FIFO and LIFO method of inventory valuation.
 - c) Straight line and Written down value method of Depreciation.
 - d) Cash Discount and Trade Discount.

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