



QP CODE: 19102518



Reg No : .....

Name : .....

**UNDERGRADUATE (CBCS) EXAMINATION, OCTOBER 2019**

**Fifth Semester**

(Offered by the Board of Studies in Commerce)

**Open Course - CO5OPT03 - FUNDAMENTALS OF ACCOUNTING**

2017 Admission Onwards

61F6E5AF

Maximum Marks: 80

Time: 3 Hours

**Part A**

*Answer any **ten** questions.*

*Each question carries **2** marks.*

1. Who is a Debtor?
2. What is journalising?
3. Narrate the rules of debit and credit as per Modern Approach?
4. What are representative personal Accounts? Give Example.
5. What is Trade Discount?
6. Define Ledger.
7. Explain Debit Note and Credit Note.
8. Why a Trial Balance is prepared?
9. Ascertain the Net Profit from the following particulars:  
Gross profit Rs. 41000  
Salaries Rs. 9000  
Rent, rates and taxes Rs. 2500  
Depreciation on Machinery Rs. 4000  
Printing and stationery Rs. 1000  
Commission received Rs. 750  
Furniture and Fixtures Rs. 7500
10. What is a closing entry? Give two examples.
11. Prepare Trading Account from the following items:  
Purchases Rs. 41000  
Opening stock Rs. 9000  
Sales Rs. 75000





Carriage inwards Rs. 1500

Wages Rs. 2000

Closing stock Rs. 12000

12. What do you mean by grouping and marshalling of assets and liabilities?

(10×2=20)

**Part B**

*Answer any six questions.*

*Each question carries 5 marks.*

13. What are the main features of Accounting?
14. Distinguish between Book Keeping and Accounting.
15. What are the advantages of Double Entry System of Accounting?
16. Show the opening entry from the following particulars

	Rs.
Cash in hand	5000
Cash at Bank	10000
Machinery	6000
Stock	7000
Sundry Debtors	10000
Sundry Creditors	5000
Bills Receivable	3000
Bills Payable	1000
Loan (Cr)	2000

17. Pass journal entries in respect of the following transactions

Date	Transactions	Amount (Rs.)
2019		
March 1	Rama Commenced business with	100000
2	Paid into bank	80000
3	Purchased goods for cash	5000
4	Bought Furniture	4000
10	Drew from bank for office	10000
13	Sold Goods to Gopu	6000
15	Bought goods from Sunil	4100
19	Received cash from Gopu	5900
	Allowed him discount	100
25	Paid wages	5000
28	Paid to Sunil in Full Settlement	4000
30	Paid Rent	1000





18. State the disadvantages of Journal?  
19. Give ledger accounts of Mr.Raj in respect of the transactions given below:

2019

- March 1 Started business with Rs.50,000  
3 Purchased goods for Rs.12,000  
4 Purchased goods on credit from Gomas Rs.8,000  
8 Sold goods to Arun Rs.6,000  
12 Paid to Gomas Rs.5,000  
15 Received from Arun Rs.4,000  
18 Sold goods for Rs.9,000

20. Prepare a Trial Balance from the Following

Particulars	Amount (Rs)
Cash	38750
Capital	50000
Purchases	4500
Creditors	2000
Furniture	8000
Debtors	1000
Sales	3000
Commission	750
Rent	3500

21. What are the differences between Profit and Loss Account and Balance Sheet?

(6×5=30)

**Part C**

*Answer any two questions.*

*Each question carries 15 marks.*

22. Explain in detail the various Accounting Concepts and Conventions  
23. Explain the various subsidiary books maintained by a firm. Also Explain the advantages of Subdivision of journal.  
24. Record the following transactions in a Three Column Cash book  
2019  
May  
1 Opening Balance –Cash Rs.3500 and Bank (Cr.) Rs.2000  
4 Sold goods for cash Rs.5000  
7 Paid to bank Rs.3500





10 Received from Roy Rs.8900 and allowed him discount Rs.100

12 Cash purchases Rs.4000

17 Paid cash to Joy Rs.2750 and discount received Rs.50

20 Purchased furniture for cash Rs.3000

22 Withdrew from bank for personal use Rs.1500

26 Paid cash to Krishnan Rs.2975 and discount allowed by him Rs.25

29 Paid Rent Rs.3000

30 Withdrew from bank for office use Rs.1500

25. Following balances are extracted from the books of Kautilya & Co. on 31st March 2019. You are required to make final accounts as on that date.

Opening stock Rs. 500

Bills receivable Rs. 2250

Purchases Rs. 19500

Wages Rs. 1400

Insurance Rs. 550

Sundry debtors Rs. 15000

Carriage inward Rs. 400

Commission (Dr.) Rs. 400

Interest on capital Rs. 350

Stationery Rs. 225

Returns inward Rs. 650

Commission (Cr.) Rs. 200

Returns outward Rs. 250

Trade expenses Rs. 100

Office fixtures Rs. 500

Cash in hand Rs. 250

Cash at bank Rs. 2375

Rent & taxes Rs. 550

Carriage outward Rs. 725

Sales Rs. 25000

Bills payable Rs. 1500

Creditors Rs. 9825

Capital Rs. 8950

The closing stock was valued at Rs. 12500

(2×15=30)

