

Roll No.....

Total No. of Printed Pages: 2

Total No. of Questions: [11]

M. Comm. (Semester – 4th)
BASIC ACCOUNTING
SUBJECT CODE: MBAD0-F99
Paper ID: [OE2210110]

Time: 03 Hours

Maximum Marks: 60

Instruction for candidates:

1. Section A is compulsory. It carries 16 marks. It consists of 4 questions of 4 marks each.
2. Section B consist of 4 questions of 8 marks each. The student has to attempt any 3 questions out of it.
3. Section C consist of 3 questions of 10 marks each. The student has to attempt any 2 questions.

Section – A

(4 marks each)

- Q1. Expenditure V/s Expenses.
- Q2. List all books of original entry.
- Q3. What are objectives of preparing trial balance?
- Q4. What is application of computer in accounting?

Section – B

(8 marks each)

- Q5. Prepare the Accounting Equation on the basis of the following: (₹)
- | | |
|--|----------|
| a) Rakesh commenced business with cash | 1,50,000 |
| b) Furniture purchased for cash. | 20,000 |
| c) Purchased goods from Mahesh on credit. | 25,000 |
| d) Sold goods (costing ₹ 10,000) to Mohan for cash. | 14,000 |
| e) Commission received in advance. | 2,000 |
| f) Paid to creditor (Mahesh) in full settlement. | 22,500 |
| g) Sold goods (costing ₹ 15,000) for ₹ 18,000 out of which ₹ 5,000 received in cash. | |
| h) Depreciation on furniture provided @ 10%. | |

- Q6. Pass Journal entries for the following:

- (i) Interest due but not received ₹ 4,000.
- (ii) Salaries due to staff ₹ 25,000.
- (iii) Out of the rent paid this year, ₹ 2,000 relates to the next year.

- (iv) Provide 10% depreciation on furniture costing ₹ 5,000.
 - (v) Goods used in making Furniture (Sale Price ₹ 2,000; Cost ₹ 1,500).
 - (vi) Received commission of ₹ 10,000 by cheque, half of which is in advance.
 - (vii) Allow interest on capital ₹ 5,000.
 - (viii) Charge interest on drawings ₹ 600.
- Q7. "Trial Balance is an evidence of the arithmetical accuracy of records." Is this correct statement? Give reasons.
- Q8. What is bank reconciliation statement? Prepare it by taking imaginary figures stating reasons of difference between cash book and pass book.

Section – C

(10 marks each)

- Q9. "Double Entry System is a scientific system of recording business transactions as compared to Single Entry System" Justify the statement.
- Q10. What do you mean by posting the entries? Explain with example the procedure to be followed for posting the entry and balancing the ledger account.
- Q11. From the following Trial Balance, prepare Trading and Profit & Loss Account for the year ended 31st March, 2022 and Balance Sheet as on that date:

Particulars	₹	Particulars	₹
Debit Balances		Rent	8,000
Sundry Debtors	15,000	Salaries	20,000
Stock on 1st April, 2021	50,000	Drawings	20,000
Land and Building	1,00,000	Purchases	1,00,000
Cash in Hand	16,000	General Expenses	25,000
Cash at Bank	40,000	Plant and Machinery	57,000
Wages	30,000	Credit Balances	
Bills Receivable	20,000	Capital	2,50,000
Interest	2,000	Interest	6,000
Bad Debts	5,000	Sundry Creditors	70,000
Repairs	3,000	Sales	1,70,000
Furniture and Fixtures	15,000	Bills Payable	40,000
Depreciation	10,000		

On 31st March, 2022, the stock was valued at ₹ 1,00,000.
Its Net Realisable Value is ₹ 1,15,000.