

January 2023

B. Com (Honours)- I SEMESTER

Financial Accounting (BCOMH-102)

Time: 3 Hours

Max. Marks:75

- Instructions:**
1. It is compulsory to answer all the questions (1.5 marks each) of Part -A in short.
 2. Answer any four questions from Part -B in detail.
 3. Different sub-parts of a question are to be attempted adjacent to each other.

PART -A

- Q1 (a) What is meant by Ledger Posting? (1.5)
- (b) Money measurement concept (1.5)
- (c) Internal end users of accounting information (1.5)
- (d) Management accounting (1.5)
- (e) Prepaid expenses (1.5)
- (f) Partnership deed (1.5)
- (g) Scrap value (1.5)
- (h) What are two main accounting software being used in accounting? (1.5)
- (i) Define branch accounting. (1.5)
- (j) Write the characteristics of not-for-profit organization. (1.5)

PART -B

- Q2 (a) What is financial accounting? Explain the accounting principles in financial accounting. (10)
- (b) Explain the qualitative characteristics of accounting information. (5)
- Q3 (a) What are the important steps in accounting cycle? (5)
- (b) What is the importance of the trial balance? Explain the methods of preparing trial balance? (10)
- Q4 A firm purchased a plant for Rs. 10,000 on 1.1.2014. It was charging depreciation at 10% p.a. according to the Fixed Instalment Method. At the end of 2017, the firm decided to change the method of depreciation from the fixed instalment method to the Diminishing Balance Method w.e.f. 1.1.2014. The rate of depreciation was to be at 12% p.a. You are required to prepare the Plant Account for the four years ending 31st December, 2017. (15)
- Q5 (a) What do you understand by Computerized Accounting System? Explain the advantages of Computerized Accounting System. (5)
- (b) How do you prepare financial statements for non-corporate business entities? (10)
- Q6 (a) What is the purpose of branch accounting? Explain various methods of branch accounting? (10)

(b) What is revenue expenditure and capital expenditure with examples?

(5)

Q7

The Receipts and Payments Account of Vivekananda Football Club for the year ended 31st march, 2017, was as under. (15)

Receipts	Rs.	Payments	Rs.
To Balance b/d (1.4.16)	48,000	By Purchase of Balls	80,000
To Subscriptions received	2,46,000	By Tournament Fees	10,000
To Interest	2,000	By Affiliation Fees	2,000
To Sale of Furniture	10,000	By Rent of Playground	5,000
To Donations for Club Building	60,000	By Refreshment Expenses	4,000
		By Travelling Expenses	30,000
		By Investment Purchased at face value	1,00,000
		By Salary	12,000
		By Miscellaneous Expenses	8,000
		By Balance c/d (31.3.17)	1,15,000
	3,66,000		3,66,000

Prepare the Club's Income and Expenditure Account for the year ended 31st march, 2017, and the Balance Sheet as on that date, after taking the following information into account:

(i) The subscriptions received include Rs. 10,000, outstanding subscriptions of the year 2015-16. Subscriptions for the year 2016-2017 amounting to Rs. 16,000 is still outstanding from members. Some members have paid subscriptions for the year 2017-18 amounting to Rs. 8,000 which is included in the subscriptions received.

(ii) Interest accrued but not received: Rs. 500.

(iii) The book value of the furniture sold was Rs. 14,000.

(iv) The rent of playground: Rs. 6,000 and salary: Rs. 5,000 of the year 2016-17 are still outstanding and rent of playground of the year 2015-16: Rs. 1,000 has been paid during this year.

(v) There is a stock of balls with the club valued at Rs. 4,000 as on 31st March, 2017.
